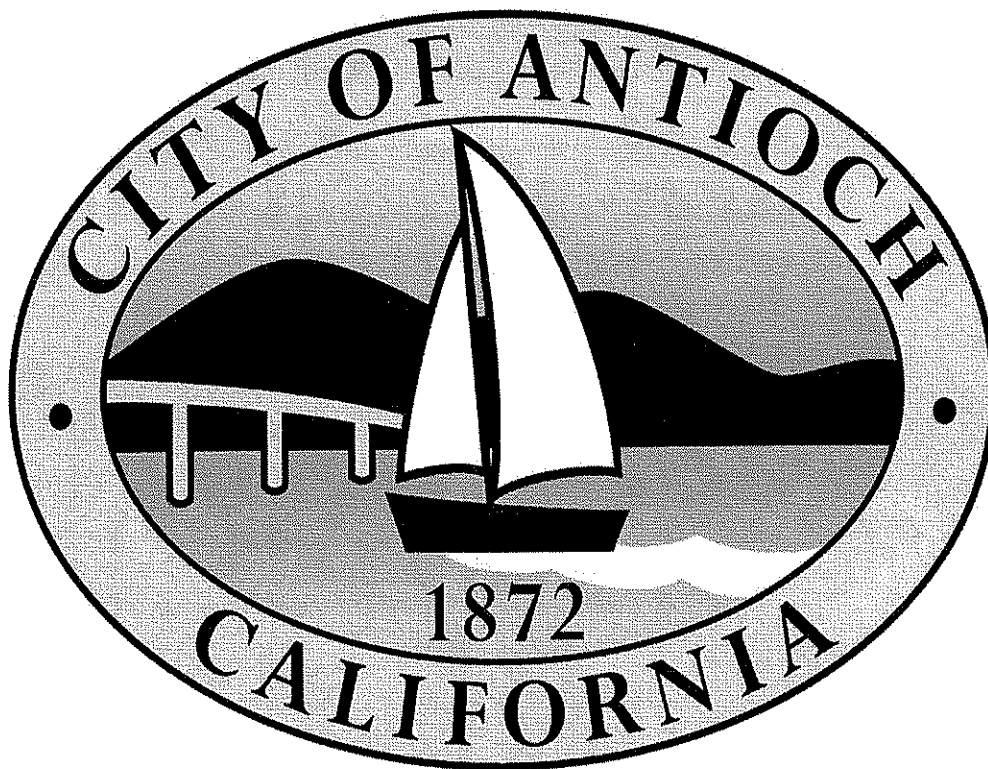


City of Antioch, California

Comprehensive Annual
Financial Report



For the Fiscal Year Ended
June 30, 2008

CITY OF ANTIOCH, CALIFORNIA

Comprehensive Annual Financial Report

For The Fiscal Year Ended

June 30, 2008

**Prepared By
Department of Finance**

City of Antioch

Comprehensive Annual Financial Report

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City of Antioch

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Phone 925.779-7011
Fax 925.779-7054

December 15, 2008

To the Honorable Mayor, Members of the City Council, and Citizens of the City of Antioch:

State law requires that every general-purpose local government publish within six months of the close of each fiscal year a complete set of audited financial statements. This report is published to fulfill that requirement for the fiscal year ended June 30, 2008.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free on any material misstatements.

Caporicci & Larson, Certified Public Accountants, have issued an unqualified ("clean") opinion on the City of Antioch's financial statements for the year ended June 30, 2008. The independent auditor's report is presented as the first component of the financial section of this report.

Management's discussion and analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complement this letter of transmittal and should be read in conjunction with it

Profile of the Government

The City of Antioch, incorporated in 1872, is located in the western part of the state and is the third largest city in Contra Costa County. California State Highway 4, connecting San Francisco-Oakland with Stockton and Central Valley points, bisects the City. Connecting with this freeway east of Antioch is State Highway 160, running north to Sacramento, across the Nejedly Bridge, offering access to Solano County and the Sacramento area. The City of Antioch currently occupies a land area of 29 square miles and serves a population of 100,361. The City of Antioch receives property taxes levied on real and personal properties located within its boundaries. It also is empowered by state statute to extend its corporate limits by annexation, which it has done from time to time.

The City of Antioch has operated under the Council-Manager form of government since 1872. Policy-making and legislative authority are vested in a City Council consisting of the Mayor and four other Council members. The four Council members are elected to four-year overlapping terms. The Mayor, who sits on the Council, is elected directly by the people and serves a term of four years. The City Clerk and City Treasurer are also elected for terms of four years. The City Council is responsible, among other things, for passing ordinances, adopting the budget, appointing committees, and hiring both the City Manager and City Attorney. The Antioch's City Manager is responsible for carrying out the policies and ordinances of the City Council and all management functions of the City including the budget, delivery of services, hiring of all Department Directors, and implementation of capital projects.

The City of Antioch provides a wide range of municipal services, including police protection; recreational activities, community and economic development, street improvements and maintenance services, parks maintenance, water; sewer; general administrative and support services. The City does not provide fire services.

The biennial budget (two single year appropriations) serves as the foundation for the City of Antioch's financial planning and control. All departments of the City of Antioch are required to submit requests for appropriation to the City Manager by April 1. The City Manager uses these requests as the starting point for developing a proposed budget. The City Manager then presents the proposed budget to the City Council for review prior to June 30. The City Council is required to hold public hearings on the proposed budget and to adopt a final budget by no later than June 30, the close of the City of Antioch's fiscal year. At mid period of the biennial budget cycle, the City Council reviews the budget and makes adjustments as needed to the second year appropriations.

The appropriated budget is prepared by fund, function (e.g. public safety), and department (e.g., police). Department managers may make transfers of appropriations within a department. The level of budgetary control, that is, the level at which expenditures cannot legally exceed the appropriated amount, is established at the individual fund level. Expenditures above the appropriated amount require the special approval of the City Council.

Local economy. Overall, the local economy is cooling after several years of rapid growth in the retail and employment sectors. In 2008, the Markstein Beverage Distribution Company relocated to Antioch, JCPenney's returned to Antioch with their new prototype stand-alone store and Wells Fargo's Online Call Center brought new jobs to Antioch. By the end of 2008, the local economy will be suffering losses from the closure of two Mervyn's Department Stores and layoffs at Longs Drugs Antioch Corporate office. Despite the slowing economy, Antioch approved a new 100,000+ square foot shopping center at the intersection of Buchanan and Somersville Roads and is processing an application from Target for a new store on Lone Tree Way.

Between 2009 and 2015, over 1 billion dollars from various sources will be spent to widen Highway 4 and bring eBART service to the Hillcrest Station area in Antioch. In 2009 the Water Emergency Transportation Authority is expected to complete an environmental assessment of proposed Ferry Terminal station locations in downtown Antioch with the goal of constructing a terminal and providing ferry service between Antioch, Martinez and San Francisco.

The region, Contra Costa County, which includes the City of Antioch, has a civilian unemployment rate of 6.7% while the City's unemployment rate is 7.6%. There is a trend toward slowing residential growth. Antioch's population has grown 10.9% since 2000 while the overall Contra Costa County population has grown 10.8%

Long-term financial planning: Growth in General Fund expenditures has leveled off to meet the growth in revenues in the current year. This is a result of significant efforts to curb expenditure growth and reverse the deficit spending trend of recent years.

Job development and expansion of the City's retail sales tax base are important factors of Antioch's economic health. With the declines in property and sales taxes in the upcoming fiscal year, the City has increased its efforts to attract companies with high-paying jobs. Employment within the City is estimated to be approximately 21,900 jobs and growing.

The City Council recognizes the importance of maintaining a serviceable network of local and regional roads. Like most cities in the State, it is dependent on a combination of local, State and federal revenue to support that work. An analysis of the current condition of all roads in Antioch along with a recommendation regarding the level at which the roads can be maintained in the long term is continuing from the last fiscal year. When completed, this analysis will include options for funding the long-term maintenance of the City's roads.

In addition to the City's roads, water processing and distribution facilities, sidewalks, parks, medians, trails, open space, sanitary sewers, storm water sewers, street lights, traffic signals, fiber optic cabling, marina, Prewett Water Park and public buildings provide the framework and infrastructure that contributes to Antioch's quality of life. The better maintained and adequately sized they are, the greater the opportunity for commerce, health, recreation and mobility within the community. Budgets include contributions toward the maintenance of these facilities and staff continues to look for new opportunities for funding of maintenance and replacement of infrastructure.

The most fundamental expectation of any community is public safety for its people and their property. An adequately staffed, well-trained and equipped police department is one of the keys to meeting that expectation. Historically, the Police Department has accounted for the most significant expenditure of General Fund revenues.

Strategies for increasing revenues and reducing expenditures in the General Fund are under continuous development and review. The City will aggressively focus on these strategies in the upcoming fiscal year as the State and the Nation face a turbulent financial crisis which ultimately trickles down to all local agencies.

Cash management policies, practices and performance: Cash temporarily idle during the year was invested in certificates of deposit, obligations of the U. S. Treasury, commercial paper, corporate bonds, money market funds, and the State Treasurer's investment pool (LAIF). The maturities of the investments range from 30 days to 3.5 years. Investment income includes both appreciation and depreciation in the fair value of investments. Changes in fair value, however, do not necessarily represent trends that will continue; nor is it always possible to realize such amounts, especially in the case of temporary changes in the fair value of investments that the government intends to hold to maturity.

Risk management. The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City reports all of its risk management activities in its General Fund and in the Government-Wide Financial Statements. The City participates in the Municipal Pooling Authority (MPA), a joint powers agency (risk-sharing pool) established to provide an independently managed self-insurance program for members. The purpose of MPA is to spread the adverse effect of losses among the member agencies and to purchase excess insurance as a group, thereby reducing its expense.

The City contributes its pro rata share of anticipated losses to a pool administered by MPA. Should actual losses among participants be greater than the anticipated losses, the City will be assessed its pro rata share of that deficiency. Conversely, if the actual losses are less than anticipated, the City will be refunded its pro rata share of the excess. MPA has also purchased excess property damage coverage through various commercial carriers.

Pension and other postemployment benefits. All permanent employees of the City of Antioch are eligible to participate in the Public Employees' Retirement Fund (the Fund) of CALPERS. The fund is an agent multiple-employer defined benefit plan that acts as a common investment and administrative agent for various local and state governmental agencies within the State of California. The Fund provides retirement, disability and death benefits based on the employee's years of service, age and final compensation. Employees vest after five years of service and may receive retirement benefits at the age of 50 for public safety personnel or age 55 for miscellaneous employees. These benefit provisions and all other requirements are established by State statute and City ordinance.

Public safety employees and all other employees have an obligation to contribute 9% and 8% of their salary to CALPERS, respectively. The City pays the entire 9% for sworn and the entire 8% for non-sworn public safety employees; and 7% of the 8% for all others. The City is required to contribute at an actuarially determined rate. The contribution requirements of the plan members are established by State statute, and the employer contribution rate is established and may be amended by CALPERS.

The City of Antioch also provides postretirement health benefits for certain retirees. At the end of the current fiscal year, there were 137 retired employees eligible to receive these benefits. Some City employees and their surviving spouses are eligible for postemployment health care benefits under the provisions of their bargaining agreements. During fiscal year 2008, the City established a trust with CALPERS to account for its other post employment benefits.

Additional information on the City of Antioch's pension arrangements and postemployment benefits can be found in the notes to the basic financial statements.

Awards and Acknowledgements

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Antioch for its comprehensive annual financial report (CAFR) for the fiscal year ended June 30, 2007. This was the eighteenth consecutive year that the government has received this prestigious award. In order to be awarded a Certificate of Achievement, the City published an easily readable and efficiently organized CAFR that satisfied both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current CAFR continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

The preparation of this report would not have been possible without the efficient and dedicated services of the entire staff of the finance department, particularly Dawn Merchant, Jo Castro, and Jodi Fehl. I would like to express our appreciation to all members of the department who assisted and contributed to the preparation of this report. Credit also must be given to the Mayor and the City Council for their unfailing support for maintaining the highest standards of professionalism in the financial management of the City of Antioch.

Respectfully submitted,



James M. Jakel
City Manager



Dawn Merchant
Finance Director

**CITY OF ANTIOCH
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2008**

**ELECTED OFFICIALS AND
ADMINISTRATIVE PERSONNEL**

JUNE 30, 2008

ELECTED OFFICIALS

**Donald P. Freitas, Mayor
Jim Davis, Mayor Pro-Tem
Brian Kalinowski, Council Member
Reginald L. Moore, Council Member
Arne Simonsen, Council Member
Donna Conley, City Treasurer
Jolene Martin, City Clerk**

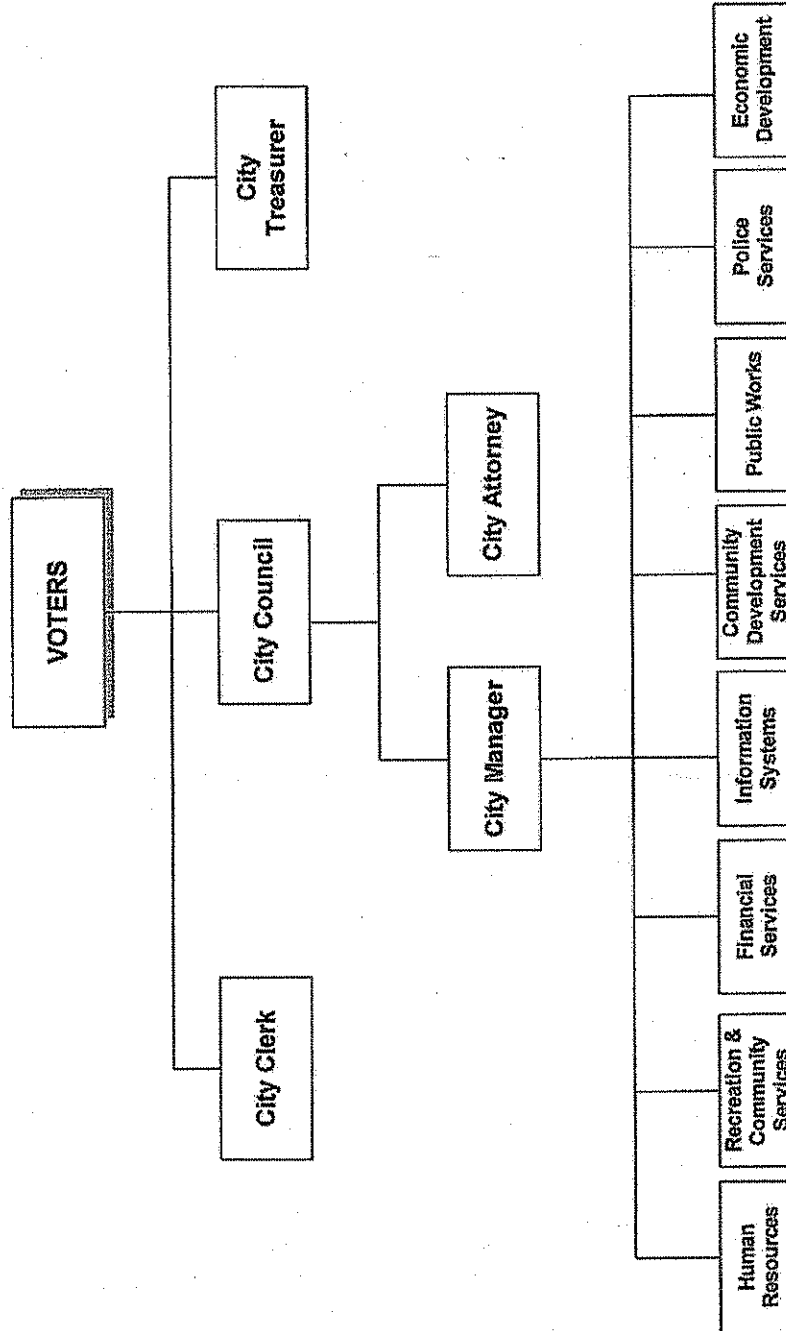
ADMINISTRATIVE PERSONNEL

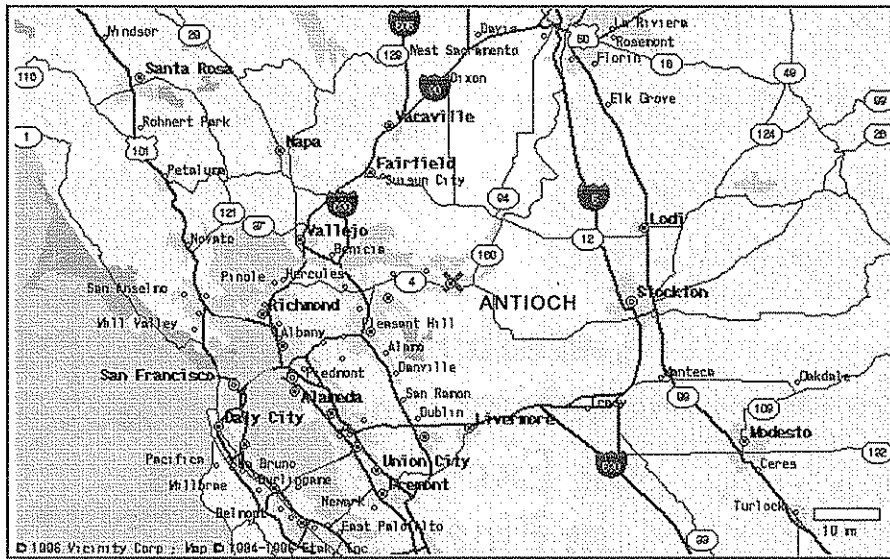
City Manager
Assistant City Manager
City Attorney
Capital Improvement Director
Chief of Police
Community Development Director
Deputy Director of Recreation and Community Services
Economic Development Director
Finance Director
Human Resources Director
Information Services Director
Public Works Director

James M. Jakel
Arlene Mornick
Lynn Tracy Nerland
Phil Harrington
Jim Hyde
Joe Brandt
Dave Sanderson
Guy Bjerke
Dawn Merchant
Deborah McHenry
Bill Gegg
Pat Scott

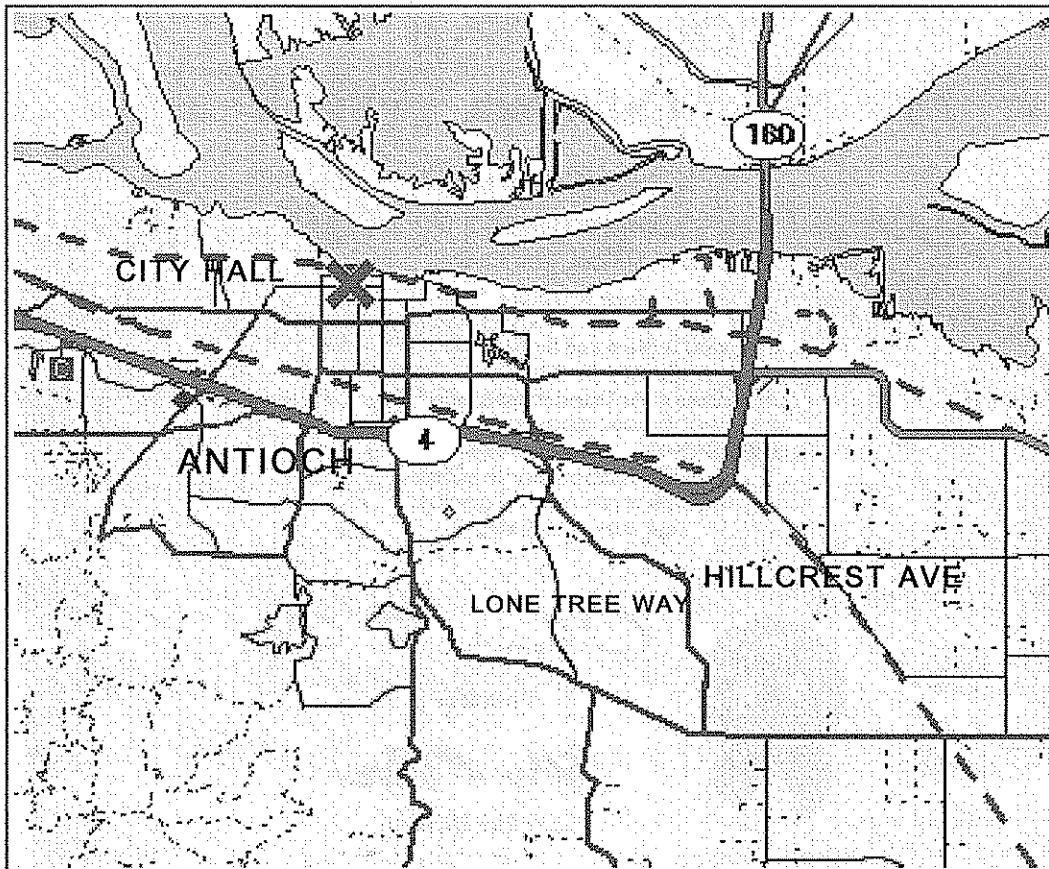
City of Antioch
Third & "H" Streets, P.O. Box 5007
Antioch, California 94531-5007
www.ci.antioch.ca.us

City of Antioch - Organization of City Government





Location Map



Area Map

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Antioch
California

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2007

A Certificate of Achievement for Excellence in Financial
Reporting is presented by the Government Finance Officers
Association of the United States and Canada to
government units and public employee retirement
systems whose comprehensive annual financial
reports (CAFRs) achieve the highest
standards in government accounting
and financial reporting.



Charles S. Cox

President

Jeffrey R. Egan

Executive Director



INDEPENDENT AUDITORS' REPORT

To the Honorable Mayor and Members of the City Council
of the City of Antioch
Antioch, California

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Antioch, California (City), as of and for the year ended June 30, 2008, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards in the United States and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the basic financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the basic financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall basic financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the basic financial statements referred to above present fairly, in all material respects, the financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City as of June 30, 2008, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with generally accepted accounting principles in the United States.

Subsequent to the basic financial statement date of June 30, 2008 and the year then ended, the United States has entered into a Financial Credit Crisis. Although the United States Federal Government has taken actions that, at least in part, are intended to relieve and correct this Financial Credit Crisis, investments are subject to significant impairment and losses. To date, the City has not been informed and is not aware of any investment losses. Accordingly, such investment losses, if any, have not been reflected in the accompanying basic financial Statements.

As described in Note 1 to the basic financial statements, the City adopted Statement of Governmental Accounting Standards Board No. 45, Accounting and Financial Reporting by Employers for Post employment Benefits Other than Pension Plans, No. 48, Sales and Pledges of Receivables and Future Revenues and Intra-Entity Transfers of Assets and Future Revenues and No. 50, Pension Disclosures, an Amendment of GASB Statements No. 25 and No. 27.

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9 Corporate Park, Suite 100
Irvine, California 92606

Sacramento
777 Campus Commons Rd., Suite 200
Sacramento, California 95825

San Diego
4858 Mercury, Suite 106
San Diego, California 92111

To the Honorable Mayor and Members of the City Council
of the City of Antioch
Page2

In accordance with *Government Auditing Standards*, we have also issued our report dated December 15, 2008 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grants. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

The accompanying Required Supplementary Information, such as management's discussion and analysis, budgetary comparison information and other information as listed in the table of contents are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the Required Supplementary Information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The accompanying supplementary information is presented for purpose of additional analysis and is not a required part of the basic financial statements. The supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section and statistical tables have not been subjected to the auditing procedures applied in the audit of the basic financial statements and accordingly, we express no opinion on them.

Caprice & Carson

Oakland, California
December 15, 2008

CITY OF ANTIOCH
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2008

As management of the City of Antioch, we offer readers of the City of Antioch's financial statements this narrative overview and analysis of the financial activities of the City of Antioch for the fiscal year ended June 30, 2008. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages i-iv of this report.

Financial Highlights

- The assets of the City of Antioch exceeded its liabilities at the close of the most recent fiscal year by \$526,408,136 (net assets). Of this amount, \$49,131,265 (unrestricted net assets) may be used to meet the government's ongoing obligations to citizens and creditors.
- The government's total net assets increased by \$11,321,150 due mainly to donated capital contributions, recognition of a net OPEB asset with the implementation of GASB 43 and 45 and higher than anticipated revenues.
- As of the close of the current fiscal year, the City of Antioch's governmental funds reported ending fund balances of \$49,736,664, a decrease of \$5,311,360 in comparison with the prior year.
- At the end of the current fiscal year, unreserved fund balance for the General Fund was \$8,533,737, or 16.77% of total General Fund expenditures, and 17.66% of total General Fund revenues.
- The City of Antioch's total long-term obligations for governmental activities decreased by \$633,917 and total long-term obligations for business-type activities decreased by \$704,085.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the City of Antioch's basic financial statements. The City of Antioch's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements. The government-wide financial statements are designed to provide readers with a broad overview of the City of Antioch's finances, in a manner similar to a private-sector business.

The statement of net assets presents information on all of the City of Antioch's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the City of Antioch is improving or deteriorating.

The statement of activities presents information showing how the government's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the City of Antioch that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City of Antioch include general government, public works, public safety, parks and recreation and community development. The business-type activities of the City of Antioch include water and sewer utilities; a marina and a water park facility.

The government-wide financial statements include not only the City of Antioch itself (known as the primary government), but also a legally separate development agency and a legally separate public financing authority. Financial information for these component units is blended with the financial information presented for the primary government itself. The government-wide financial statements can be found on pages 15-17 of this report.

CITY OF ANTIOCH
Management's Discussion and Analysis, Continued
For the Fiscal Year Ended June 30, 2008

Fund financial statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City of Antioch, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City of Antioch can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental funds financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental funds balance sheet and the governmental funds statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The City of Antioch maintains fifty-five individual funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for the general fund, two special revenue funds (Housing and Community Development and Low and Moderate Income Housing) and two capital projects funds (Capital Improvement and ADA Project #1) all of which are considered to be major funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

The governmental fund financial statements can be found on pages 22-28 of this report.

The City of Antioch adopts an annual appropriated budget for its general fund and its major special revenue funds. A budgetary comparison schedule has been provided for the general fund and major special revenue funds to demonstrate compliance with this budget.

Proprietary funds. The City of Antioch maintains two different types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City of Antioch uses enterprise funds to account for its Water, Sewer, Marina and Prewett Water Park funds. Internal service funds are an accounting device used to accumulate and allocate costs internally among the City of Antioch's various functions. The City of Antioch uses internal service funds to account for its vehicle repair and replacement, office equipment replacement, post employment medical benefits and loss control functions. Because all of these services predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Water, Sewer, Marina and Prewett Water Park funds. The Water, Sewer, Marina and Prewett Water Park funds are considered to be major funds of the City of Antioch. All internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of combining statements elsewhere in this report.

The proprietary fund financial statements can be found on pages 30-32 of this report.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the City of Antioch's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The fiduciary fund financial statements can be found on page 34 of this report.

CITY OF ANTIOCH
Management's Discussion and Analysis, Continued
For the Fiscal Year Ended June 30, 2008

Notes to the basic financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 35-58 of this report.

Government-wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the City of Antioch, assets exceeded liabilities by \$526,408,136 at the close of the most recent fiscal year.

By far the largest portion of the City of Antioch's net assets (82%) reflects its investment in capital assets (e.g., infrastructure (including water and sewer pipes), land, structures and improvements and equipment), less any related debt used to acquire those assets that are still outstanding. The City of Antioch uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Although the City of Antioch's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities.

	Governmental Activities		Business-Type Activities		TOTAL	
	2008	2007	2008	2007	2008	2007
Current and other assets	\$ 85,560,993	\$ 89,348,220	\$ 27,078,174	\$ 28,518,076	\$ 112,639,167	\$ 117,866,296
Capital assets	321,728,745	311,142,904	157,501,526	153,232,791	479,230,271	464,375,695
Total assets	407,289,738	400,491,124	184,579,700	181,750,867	591,869,438	582,241,991
Current and other liabilities	9,754,808	9,275,416	2,778,754	3,613,847	12,533,562	12,889,263
Long-term obligations	44,517,637	45,151,554	8,410,103	9,114,188	52,927,740	54,265,742
Total liabilities	54,272,445	54,426,970	11,188,857	12,728,035	65,461,302	67,155,005
Net assets:						
Invested in capital assets,						
net of related debt	280,385,194	266,225,067	149,525,760	144,520,997	429,910,954	410,746,064
Restricted	44,710,400	39,373,495	2,655,517	2,414,455	47,365,917	41,787,950
Unrestricted	27,921,699	40,465,592	21,209,566	22,087,380	49,131,265	62,552,972
Total net assets	\$ 353,017,293	\$ 346,064,154	\$ 173,390,843	\$ 169,022,832	\$ 526,408,136	\$ 515,086,986

An additional portion of the City of Antioch's net assets (9%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of *unrestricted net assets* (\$49,131,265) may be used to meet the government's ongoing obligations to citizens and creditors.

The government's total net assets increased by \$11,321,150 due mainly to donated capital contributions from developers, higher than anticipated revenues, recognition of an OPEB asset with the implementation of GASB 43 and 45 and cost savings experienced in some departments. At the end of the current fiscal year, the City of Antioch is able to report positive balances in all three categories of net assets, both for the government as a whole, as well as for its business-type activities.

Current and other assets decreased by \$5,227,129 primarily due to increased payments for capital projects which reduced the City's cash and investment balances.

Current and other liabilities decreased by \$355,701 due mainly to decreased accounts payable related to capital projects.

Long-term obligations decreased \$1,338,002 due to scheduled debt service payments.

Governmental and Business-Type Activities. Governmental activities increased the City of Antioch's net assets by \$6,953,139. There was an increase of \$4,368,011 in net assets reported in connection with the City of Antioch's business-type activities.

CITY OF ANTIOCH
Management's Discussion and Analysis, Continued
For the Fiscal Year Ended June 30, 2008

CITY OF ANTIOCH'S CHANGE IN NET ASSETS

	Governmental Activities		Business-Type Activities		TOTAL	
	2008	2007	2008	2007	2008	2007
Revenue:						
Program revenues:						
Charges for services	\$ 10,897,912	\$ 11,541,596	\$ 26,223,195	\$ 26,211,535	\$ 37,121,107	\$ 37,753,131
Operating grants and contributions	7,771,762	7,302,835	-	-	7,771,762	7,302,835
Capital grants and contributions	7,856,323	2,973,687	5,163,354	3,884,139	13,019,677	6,857,826
General revenues:						
Property tax	18,576,390	18,283,524	-	-	18,576,390	18,283,524
Sales tax	11,725,040	11,843,271	-	-	11,725,040	11,843,271
Motor vehicle in lieu	8,355,431	8,030,882	-	-	8,355,431	8,030,882
Other	11,579,195	10,783,208	1,497,814	1,894,816	13,077,009	12,678,024
Total revenues	76,762,053	70,759,003	32,884,363	31,990,490	109,646,416	102,749,493
Expenses:						
General government	8,926,179	9,038,133	-	-	8,926,179	9,038,133
Public works	15,763,997	15,108,841	-	-	15,763,997	15,108,841
Public safety	28,874,845	24,715,856	-	-	28,874,845	24,715,856
Parks and recreation	4,400,566	4,488,598	-	-	4,400,566	4,488,598
Community development	8,905,333	8,322,807	-	-	8,905,333	8,322,807
Interest on long-term debt	2,250,641	2,298,330	-	-	2,250,641	2,298,330
Water	-	-	23,086,706	20,414,644	23,086,706	20,414,644
Sewer	-	-	2,819,955	2,509,466	2,819,955	2,509,466
Marina	-	-	1,208,240	1,179,886	1,208,240	1,179,886
Prewett Water Park	-	-	2,088,804	1,922,035	2,088,804	1,922,035
Total expenses	69,121,561	63,972,565	29,203,705	26,026,031	98,325,266	89,998,596
Increase in net assets-before transfer	7,640,492	6,786,438	3,680,658	5,964,459	11,321,150	12,750,897
Transfers	(687,353)	425,829	687,353	(425,829)	-	-
Increase in net assets	6,953,139	7,212,267	4,368,011	5,538,630	11,321,150	12,750,897
Net assets - July 1, 2008	346,064,154	338,851,887	169,022,832	162,133,662	515,086,986	500,985,549
Prior period adjustment	-	-	-	1,350,540	-	1,350,540
Net assets - July 1 as restated	346,064,154	338,851,887	169,022,832	163,484,202	515,086,986	502,336,089
Net assets - June 30, 2008	\$ 353,017,293	\$ 346,064,154	\$ 173,390,843	\$ 169,022,832	\$ 526,408,136	\$ 515,086,986

Governmental activities. General Fund and Antioch Development Agency property tax revenues increased due to higher assessed valuations (assessed valuation is \$10,466,487,174, a 7.49% increase over the prior year). Capital grants and contributions increased due to more infrastructure donations received from developers than the prior year.

Business-type activities. Business-type activities increased the City of Antioch's net assets by \$4,368,011 accounting for growth in the government's net assets. The capital grants and contributions increased net assets by \$4,161,270 due to infrastructure donations.

Financial Analysis of the Government's Funds

As noted earlier, the City of Antioch uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds. The focus of the City of Antioch's *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing the City of Antioch's financing requirements. In particular, *unreserved fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the City of Antioch's governmental funds reported combined ending fund balances of \$49,736,664, a decrease of \$5,311,360 in comparison with the prior year. About 53% of this total amount (\$26,357,306) constitutes *unreserved fund balance*, which is available for spending at the government's discretion. The remainder of fund balance is *reserved* to indicate that it is not available for new spending because it has already been committed 1) to liquidate contracts and purchase orders of the prior period (\$9,342,158), 2) to pay debt service (\$852,008), 3) to pay for construction (\$6,644,601) or 4) for a variety of other restricted purposes (\$6,540,591).

CITY OF ANTIOCH
Management's Discussion and Analysis, Continued
For the Fiscal Year Ended June 30, 2008

The following table presents the amount of revenues from various sources as well as increases or decreases from the prior year.

Revenues Classified by Source
Governmental Funds

Revenue by Source	FY 2007/2008		FY 2006/2007		Increase (Decrease)	
	Amount	Percent of Total	Amount	Percent of Total	Amount	Percent Change
Taxes	\$ 45,978,950	61.2%	\$ 44,917,304	61.0%	\$ 1,061,646	2.4%
Licenses and permits	1,400,487	1.9%	1,462,818	2.0%	(62,331)	(4.3)%
Fines and penalties	214,095	0.3%	301,296	0.4%	(87,201)	(28.9)%
Investment income and rentals	3,793,631	5.0%	3,479,874	4.7%	313,757	9.0 %
Revenue from other agencies	7,755,903	10.3%	5,721,613	7.8%	2,034,290	35.6 %
Current service charges	11,614,126	15.5%	13,229,388	18.0%	(1,615,262)	(12.2)%
Special assessment revenue	2,801,838	3.7%	2,844,613	3.9%	(42,775)	(1.5)%
Other	1,575,331	2.1%	1,633,939	2.2%	(58,608)	(3.6)%
Total	<u>\$ 75,134,361</u>	<u>100.0%</u>	<u>\$ 73,590,845</u>	<u>100.0%</u>	<u>\$ 1,543,516</u>	<u>2.1%</u>

The following provides an explanation of revenues by source that changed significantly over the prior year.

- Fines and penalties decreased significantly during the year due to reduced vehicle code fines being issued than the prior year.
- Revenue from other agencies increased significantly over the prior year due to the City receiving its Proposition 1B allocation and increased reimbursements received from the Antioch Area Public Facilities Financing Agency for the Prewett Park Community Center project.
- Current service charges decreased due to the City closing the Warehouse and Central Stores into the Water Enterprise Fund and Vehicle Maintenance Internal Service Fund during the fiscal year. The charges for services related to this function are now accounted for in the other funds. In addition, there was a decrease in planning and special services fees collected during the fiscal year due to reduced housing construction in the City.

The following table presents the amount of expenditures by function as well as increases or decreases from the prior year.

Expenditures by Function
Governmental Funds

Expenditures by Function	FY 2007/08		FY 2006/07		Increase (Decrease)	
	Amount	Percent of Total	Amount	Percent of Total	Amount	Percent Change
Current						
General government	\$ 8,330,899	10.4%	\$ 8,738,170	11.4%	\$ (407,271)	(4.66)%
Public works	9,268,650	11.6%	9,233,032	12.1%	35,618	0.4%
Public safety	29,629,067	37.1%	26,159,105	34.3%	3,469,962	13.3%
Parks and recreation	4,076,783	5.1%	4,365,309	5.7%	(288,526)	(6.61)%
Community development	11,390,424	14.2%	10,556,852	13.8%	833,572	7.9%
Capital outlay	13,839,952	17.3%	13,739,336	18.0%	100,616	0.7%
Debt service	3,404,979	4.3%	3,535,745	4.6%	(130,766)	(3.70)%
Total	<u>\$ 79,940,754</u>	<u>100.0%</u>	<u>\$ 76,327,549</u>	<u>100.0%</u>	<u>\$ 3,613,205</u>	<u>4.7%</u>

The following provides an explanation of the expenditures by function that changed significantly over the prior year.

- Public safety expenditures increased primarily due to increased personnel costs.

CITY OF ANTIOCH
Management's Discussion and Analysis, Continued
For the Fiscal Year Ended June 30, 2008

The General Fund is the chief operating fund of the City of Antioch. At the end of the current fiscal year, unreserved fund balance of the General Fund was \$8,533,737, while total fund balance was \$9,406,198. As a measure of the General Fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unreserved fund balance represents 16.8% of total General Fund expenditures, while total fund balance represents 18.5%.

The fund balance of the City of Antioch's General Fund decreased by \$2,526,720 during the current fiscal year. This decrease is primarily attributable to increased personnel costs.

Proprietary funds. The City of Antioch's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

Unrestricted net assets of the Water Fund at the end of the year amounted to \$14,625,069 and those of the Sewer Fund amounted to \$6,443,870. Unrestricted net assets of the Marina Fund at the end of the year amounted to \$667,463 and unrestricted net assets of the Prewett Water Park Fund amounted to \$696.

- Water Fund total net assets increased \$922,439 during the current fiscal year, which is mainly due to increased developer contributions of infrastructure assets during the year.
- Sewer Fund total net assets increased \$4,206,518 during the current fiscal year, which is mainly due to increased developer contributions of infrastructure assets and reduced transfers out to pay for capital projects.
- Marina Fund total net assets increased \$60,084 during the current fiscal year, which is mainly due to increased charges for services and investment income.

Other factors concerning the finances of these four funds have already been addressed in the discussion of the City of Antioch's business-type activities.

General Fund Budgetary Highlights

Differences between the final amended budget and the actual results resulted in a \$1,839,261 variance from appropriations and can be briefly summarized as follows:

- \$610,271 under budget in general government activities due mainly to cost savings in contractual services and salary and benefit savings from vacancies.
- \$697,494 under budget for public works because of reduced expenditures in contractual services for street projects. The expenditures for these projects were pushed into the next fiscal year.
- \$248,692 under budget for public safety due to salary and benefit savings from vacancies, as well as cost savings in expenditures throughout several departments.
- \$100,503 under budget for community development due to salary and benefit savings from vacancies, as well as savings in contractual services.
- \$8,861 under budget for Parks and Recreation due to cost savings in expenditures.
- \$44,956 under budget for capital outlay.
- \$128,485 under budget for transfers as less money was needed to fund Recreation and Animal Services Special Revenue Funds.

CITY OF ANTIOCH
Management's Discussion and Analysis, Continued
For the Fiscal Year Ended June 30, 2008

Capital Asset and Debt Administration

Capital assets. The City of Antioch's investment in capital assets for its governmental and business-type activities as of June 30, 2008, amounts to \$479,230,271 (net of accumulated depreciation). This investment in capital assets includes land, infrastructure (including water and sewer pipes), structures and improvements, and equipment. The total net increase in the City of Antioch's investment in capital assets for the current fiscal year was \$14,854,576.

Major capital asset events during the current fiscal year included the following:

- A variety of street construction projects in residential developments and widening and expansion projects for existing streets continued; construction in progress for governmental activities as of the end of the current fiscal year had reached \$13,696,416.
- Various building and system additions and improvements were completed in the Water, Sewer, Marina and Prewett Water Park funds at a cost of \$24,221,425. Work continued on the Water Treatment Plant Expansion project causing construction in progress for business type activities at a cost of \$10,405,614 as of the end of the current fiscal year.
- Acceptance of donated infrastructure at an estimated value of \$5,702,698.

For government-wide financial statement presentation, all depreciable capital assets were depreciated from acquisition date to the end of the current fiscal year. Fund financial statements record capital asset purchases as expenditures.

Capital assets for the governmental and business-type activities are presented below to illustrate changes from the prior year.

	Governmental Activities		Business-Type Activities		Total		
	2008	2007	2008	2007	2008	2007	Increase/ Decrease
Land	\$ 13,387,592	\$ 13,155,342	\$ 3,558,467	\$ 3,558,467	\$ 16,946,059	\$ 16,713,809	\$ 232,250
Construction in Progress	13,696,416	16,172,388	10,405,614	25,911,658	24,102,030	42,084,046	(17,982,016)
Infrastructure	264,324,250	252,272,186	95,252,680	92,260,225	359,576,930	344,532,411	15,044,519
Structures and Improvements	25,733,258	24,797,709	47,707,191	30,897,679	73,440,449	55,695,388	17,745,061
Equipment	4,587,229	4,745,278	577,574	604,762	5,164,803	5,350,041	(185,238)
Total	<u>\$ 321,728,745</u>	<u>\$ 311,142,903</u>	<u>\$ 157,501,526</u>	<u>\$ 153,232,791</u>	<u>\$ 479,230,271</u>	<u>\$ 464,375,695</u>	<u>\$ 14,854,576</u>

Construction Commitments. Among the significant construction commitments were \$3.63 million toward street projects.

Additional information on the City of Antioch's capital assets can be found in Note 7 on page 48.

Long-term debt. At the end of the current fiscal year, the City of Antioch had total debt outstanding of \$49,631,176. Of this amount, \$33,780,000 represents bonds secured solely by specified revenue sources (i.e., revenue bonds), \$12,035,000 represents tax allocation bonds, and \$3,816,176 represents loans payable.

The City of Antioch's total long-term obligations for governmental activities decreased by \$1,826,248, and total long-term obligations for business-type activities decreased by \$754,221 during the current fiscal year.

State statutes limit the amount of general obligation debt a governmental entity may issue to 15% of its total assessed valuation. The current debt limitation for the City of Antioch is \$1,669,214,064. The City of Antioch has no outstanding general obligation debt.

Additional information on the City of Antioch's long-term debt can be found in Note 8 on pages 49-51 of this report.

CITY OF ANTIOCH
Management's Discussion and Analysis, Continued
For the Fiscal Year Ended June 30, 2008

Economic Factors and Next Year's Budget

- The unemployment rate for the City of Antioch is currently 7.6%. This is lower than the state's average unemployment rate of 7.7% and the national average rate of 6.1%
- The housing market is experiencing a slump, and foreclosure rates are rising.
- Inflationary trends in the region compare favorably to national indices.

All of these factors were considered in preparing the City of Antioch's budget for the 2008-2010 fiscal year. The impact of the State budget on Antioch was unknown at the time the budget was prepared.

During the current fiscal year, unreserved fund balance in the General Fund decreased by \$3,160,588. The City of Antioch has appropriated \$610,537 of the reserved fund balance for spending in the 2008-2009 fiscal year budget.

Requests for Information

This financial report is designed to provide a general overview of the City of Antioch's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Office of the Finance Director, City of Antioch, P. O. Box 5007, Antioch, CA 94531-5007.

BASIC FINANCIAL STATEMENTS

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GOVERNMENT-WIDE FINANCIAL STATEMENTS

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City of Antioch
Statement of Net Assets
June 30, 2008

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and investments	\$ 53,082,416	20,483,293	\$ 73,565,709
Receivables (net):			
Accounts	2,707,540	3,993,012	6,700,552
Taxes	3,508,975	-	3,508,975
Interest	779,678	1,967	781,645
Net OPEB asset	5,646,321	-	5,646,321
Materials, parts and supplies	23,739	341,698	365,437
Internal balances	527,532	(527,532)	-
Prepaid items	330,378	33,454	363,832
Restricted cash and investments, held by fiscal agents	1,508,927	2,655,517	4,164,444
Loans receivable	16,035,513	-	16,035,513
Deferred bond issuance costs	808,550	96,765	905,315
Investment in land held for development	601,424	-	601,424
Capital assets:			
Nondepreciable	27,084,008	13,964,081	41,048,089
Depreciable, net	294,644,737	143,537,445	438,182,182
Total assets	407,289,738	184,579,700	591,869,438
LIABILITIES			
Accounts payable	3,610,582	2,171,147	5,781,729
Accrued payroll	924,908	164,181	1,089,089
Interest payable	1,005,801	224,030	1,229,831
Deposits	4,044,322	160,104	4,204,426
Unearned revenue	169,195	59,292	228,487
Long-term obligations:			
Due within one year	1,822,495	799,686	2,622,181
Due beyond one year	42,695,142	7,610,417	50,305,559
Total liabilities	54,272,445	11,188,857	65,461,302
NET ASSETS			
Invested in capital assets, net of related debt	280,385,194	149,525,760	429,910,954
Restricted for:			
Debt service	854,194	2,655,517	3,509,711
Housing	21,705,014	-	21,705,014
Public safety	596,785	-	596,785
Public and capital facilities	5,785,359	-	5,785,359
Roads	10,122,727	-	10,122,727
Other Post Employment Benefit	5,646,321	-	5,646,321
Total restricted net assets	44,710,400	2,655,517	47,365,917
Unrestricted net assets	27,921,699	21,209,566	49,131,265
Total net assets	\$ 353,017,293	\$ 173,390,843	\$ 526,408,136

See accompanying notes to the basic financial statements.

City of Antioch
Statement of Activities
For the Fiscal Year Ended June 30, 2008

Functions / Programs	Expenses	Interfund Charges	Program Revenues		
			Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary government:					
Governmental activities:					
General government	\$ 8,926,179	\$ 1,183,623	\$ 461,528	\$ 237,986	\$ -
Public works	15,763,997	284,721	2,727,264	4,758,426	7,856,323
Public safety	28,874,845	10,574	1,334,975	377,439	-
Parks and recreation	4,400,566	-	687,471	371,626	-
Community development	8,905,333	-	4,207,756	2,026,285	-
Interest on long-term liabilities	2,250,641	-	-	-	-
Total governmental activities	69,121,561	1,478,918	9,418,994	7,771,762	7,856,323
Business-type activities:					
Water	21,812,857	(1,273,849)	20,842,397	-	2,449,029
Sewer	2,670,928	(149,027)	3,738,314	-	2,714,325
Marina	1,152,198	(56,042)	807,142	-	-
Prewett Water Park	2,088,804	-	835,342	-	-
Total business-type activities	27,724,787	(1,478,918)	26,223,195	-	5,163,354
Total primary government	\$ 96,846,348	\$ -	\$ 35,642,189	\$ 7,771,762	\$ 13,019,677

General Revenues:

Taxes:

Property taxes

Transient lodging tax

Franchise

Business license taxes based on gross receipts

Property transfer taxes

Sales and use tax

Other

Motor vehicle in lieu

Park in lieu

Investment income not restricted to specific programs

Other

Transfers

Total general revenues and transfers

Change in net assets

Net assets - beginning of year

Net assets - end of year

See accompanying notes to the basic financial statements

Net (Expense) Revenue and Changes in Net Assets		
Governmental Activities	Business-Type Activities	Total
\$ (7,043,042)	\$ -	\$ (7,043,042)
(137,263)	-	(137,263)
(27,151,857)	-	(27,151,857)
(3,341,469)	-	(3,341,469)
(2,671,292)	-	(2,671,292)
(2,250,641)	-	(2,250,641)
(42,595,564)	-	(42,595,564)
-	204,720	204,720
-	3,632,684	3,632,684
-	(401,098)	(401,098)
-	(1,253,462)	(1,253,462)
-	2,182,844	2,182,844
(42,595,564)	2,182,844	(40,412,720)
18,576,390	-	18,576,390
360,273	-	360,273
3,594,659	-	3,594,659
1,243,313	-	1,243,313
333,299	-	333,299
11,725,040	-	11,725,040
-	193,330	193,330
8,355,431	-	8,355,431
148,420	-	148,420
3,508,254	1,304,484	4,812,738
2,390,977	-	2,390,977
(687,353)	687,353	-
49,548,703	2,185,167	51,733,870
6,953,139	4,368,011	11,321,150
346,064,154	169,022,832	515,086,986
\$ 353,017,293	\$ 173,390,843	\$ 526,408,136

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MAJOR GOVERNMENTAL FUNDS

General Fund - The General Fund is used to account for all of the general revenues of the City not specifically levied or collected for other City funds and the related expenditures. The General Fund accounts for all financial resources of the City which are not accounted for in another fund. For the City, the General Fund includes such activities as general government, public works, public safety, parks and recreation and community development.

Housing and Community Development Fund - This fund accounts for grant funds received from the Federal government for the purpose of developing viable urban communities.

Low and Moderate Income Housing Fund - This fund was established by the Antioch Development Agency to account for tax allocations set aside for the purpose of increasing or improving the City's supply of low or moderate income housing.

Capital Improvement Fund - This fund records all revenues, expenditures, assets and liabilities associated with City capital projects. It accounts for resources used to construct or acquire capital assets and make capital improvements.

Sierra-Crete Fund - The E.I. du Pont Nemours Corporation manufactured an artificial rock road base material called "Sierra-Crete." The company promoted this material as a good alternative to traditional rock for street base and sold it to a number of paving contractors. Several streets were constructed in Antioch using this material. It turned out that Sierra-Crete caused a number of problems, including corrosion of city underground utilities and premature cracking and wear of the asphalt surface. The City sued DuPont, the paving contractors and various subdividers which had installed the material. In all, there were 19 defendants in the case brought by the City. The parties settled the case, with the defendants defining the total amount to be paid to the City, but the amount per defendant to be kept confidential and known only to the City's trustee/litigation counsel. This trustee established a trust account for receipt of the settlement funds, and when all funds were paid in to satisfy the settlement, all funds and interest were then forwarded to the City.

ADA Project Area #1 Fund was established by the Antioch Development Agency to account for acquisition, demolition and construction of Development Agency Project Area #1 of the City of Antioch. Financing is provided by property tax increments and bond proceeds.

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GOVERNMENTAL FUND FINANCIAL STATEMENTS

City of Antioch
Balance Sheet
Governmental Funds
June 30, 2008

		Special Revenue Funds	
	General Fund	Housing and Community Development	Low and Moderate Income Housing
ASSETS			
Cash and investments	\$ 9,627,391	\$ 3,143	\$ 2,007,607
Receivables (net):			
Accounts	436,465	573,562	700
Taxes	2,491,038	-	-
Interest	776,418	-	-
Due from other funds	1,309,683	-	-
Prepaid items	260,304	-	58,110
Restricted cash and investments	-	-	-
Loans receivable	1,122,165	4,038,209	10,825,262
Advances to other funds	-	-	3,612,849
Investment in land held for redevelopment	-	-	-
Total assets	\$ 16,023,464	\$ 4,614,914	\$ 16,504,528
LIABILITIES			
Accounts payable	\$ 1,187,150	\$ 438,130	\$ 14,124
Accrued payroll	802,094	328	-
Deposits	3,505,857	-	-
Due to other funds	-	133,749	-
Deferred revenue	1,122,165	4,038,209	10,825,262
Advances from other funds	-	-	-
Total liabilities	6,617,266	4,610,416	10,839,386
FUND BALANCES			
Reserved for:			
Advances to other funds	-	-	3,612,849
Housing	-	-	1,994,183
Construction	-	-	-
Petty cash and prepaid items	261,924	-	58,110
Encumbrances	610,537	219,617	-
Land held for redevelopment	-	-	-
Debt services	-	-	-
Unreserved, reported in:			
General fund	8,533,737	-	-
Special revenue funds	-	(215,119)	-
Capital project funds	-	-	-
Total fund balances	9,406,198	4,498	5,665,142
Total liabilities and fund balances	\$ 16,023,464	\$ 4,614,914	\$ 16,504,528

See accompanying notes to the basic financial statements.

Capital Projects Funds			Non-major Governmental Funds		Total
Capital Improvement	Sierra Crete	ADA Project #1			
\$ 182,131	\$ 2,646,605	\$ 6,999,314	\$ 27,393,666	\$	48,859,857
209,209	-	-	1,470,053		2,689,989
-	-	-	1,017,937		3,508,975
-	-	-	3,260		779,678
-	-	-	-		1,309,683
-	-	445	11,456		330,315
-	-	-	1,508,927		1,508,927
-	-	-	49,877		16,035,513
-	-	-	-		3,612,849
-	-	601,424	-		601,424
<u>\$ 391,340</u>	<u>\$ 2,646,605</u>	<u>\$ 7,601,183</u>	<u>\$ 31,455,176</u>	<u>\$</u>	<u>79,237,210</u>
\$ 372,101	\$ -	\$ 139,241	\$ 1,290,948	\$	3,441,694
-	-	-	85,007		887,429
200	-	-	538,265		4,044,322
-	-	-	1,175,934		1,309,683
-	-	-	218,933		16,204,569
-	-	3,612,849	-		3,612,849
<u>372,301</u>	<u>-</u>	<u>3,752,090</u>	<u>3,309,087</u>		<u>29,500,546</u>
-	-	-	-		3,612,849
-	-	-	-		1,994,183
-	-	-	6,644,601		6,644,601
-	-	445	11,656		332,135
630,324	30,643	2,414,306	5,436,731		9,342,158
-	-	601,424	-		601,424
-	-	-	852,008		852,008
-	-	-	-		8,533,737
-	-	-	15,127,024		14,911,905
(611,285)	2,615,962	832,918	74,069		2,911,664
<u>19,039</u>	<u>2,646,605</u>	<u>3,849,093</u>	<u>28,146,089</u>		<u>49,736,664</u>
<u>\$ 391,340</u>	<u>\$ 2,646,605</u>	<u>\$ 7,601,183</u>	<u>\$ 31,455,176</u>	<u>\$</u>	<u>79,237,210</u>

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City of Antioch

Reconciliation of the Governmental Funds Balance Sheet to the

Government-Wide Statement of Net Assets - Governmental Activities

June 30, 2008

Fund Balances - Total Governmental Funds	\$ 49,736,664
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Amounts reported for governmental activities in the Statement of Net Assets were different because:

Capital assets used in governmental activities are not current financial resources. Therefore they were not reported in the Governmental Funds Balance Sheet.

319,311,274

Loans receivables are not available to pay for current-period expenditures and therefore are reported as deferred revenue in the fund financial statements.

16,035,374

Bond issuance costs are an expenditure in the governmental funds but are capitalized and amortized over the life of the bonds in the government-wide financial statements.

808,550

Internal service funds are used by management to charge the costs of vehicle repair and maintenance, stores, office equipment and replacement, printing and mail service, compensated absences, cash management, financial services, and post employment medical benefits to individual funds. The assets and liabilities are included in governmental activities in the statement of net assets.

12,563,855

Certain liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the governmental fund financial statements:

Long-term debt:

Due in one year

(1,813,993)

Due in more than one year

(42,618,630)

Accrued interest payable

(1,005,801)

Total long-term liabilities

(45,438,424)

Net Assets of Governmental Activities

\$ 353,017,293

See accompanying notes to the basic financial statements.

City of Antioch
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended June 30, 2008

		Special Revenue Funds		Capital Projects Funds
	General Fund	Housing and Community Development	Low and Moderate Income Housing	Capital Improvement
REVENUES:				
Taxes	\$ 35,416,664	\$ -	\$ -	\$ -
Licenses & permits	1,400,487	-	-	-
Fines and penalties	108,467	-	-	-
Investment income and rentals	925,358	10,859	109,315	61,845
Revenue from other agencies	290,369	1,746,301	-	411,705
Current service charges	9,788,693	-	-	53,603
Special assessment revenue	-	-	-	-
Other	391,715	2,100	21,176	663,534
Total revenues	48,321,753	1,759,260	130,491	1,190,687
EXPENDITURES:				
Current:				
General government	8,328,101	-	-	-
Public works	6,791,931	-	-	1,257,606
Public safety	28,654,172	-	-	-
Parks and recreation	54,897	-	-	-
Community development	7,033,940	1,195,881	1,554,460	-
Capital outlay	20,262	401,640	-	1,389,336
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total expenditures	50,883,303	1,597,521	1,554,460	2,646,942
REVENUES OVER (UNDER) EXPENDITURES	(2,561,550)	161,739	(1,423,969)	(1,456,255)
OTHER FINANCING SOURCES (USES):				
Transfers in	2,163,588	-	1,474,993	994,519
Transfers (out)	(2,128,758)	(490,519)	-	-
Total other financing sources (uses)	34,830	(490,519)	1,474,993	994,519
Net change in fund balances	(2,526,720)	(328,780)	51,024	(461,736)
FUND BALANCES:				
Beginning of year	11,932,918	333,278	5,614,118	480,775
End of year	\$ 9,406,198	\$ 4,498	\$ 5,665,142	\$ 19,039

See accompanying notes to the basic financial statements.

Capital Projects Funds		Non-major Governmental	
Sierra Crete	ADA Project #1	Funds	Total
\$ -	\$ 5,026,544	\$ 5,535,742	\$ 45,978,950
-	-	-	1,400,487
-	-	105,628	214,095
210,077	213,264	2,262,913	3,793,631
-	-	5,307,528	7,755,903
-	-	1,771,830	11,614,126
-	-	2,801,838	2,801,838
-	53,600	443,206	1,575,331
210,077	5,293,408	18,228,685	75,134,361
-	-	2,798	8,330,899
10,318	-	1,208,795	9,268,650
-	-	974,895	29,629,067
-	-	4,021,886	4,076,783
-	347,599	1,258,544	11,390,424
2,941,773	649,504	8,437,437	13,839,952
-	-	1,170,000	1,170,000
-	-	2,234,979	2,234,979
2,952,091	997,103	19,309,334	79,940,754
(2,742,014)	4,296,305	(1,080,649)	(4,806,393)
-	3,183,481	5,395,036	13,211,617
(20,000)	(3,536,786)	(7,540,521)	(13,716,584)
(20,000)	(353,305)	(2,145,485)	(504,967)
(2,762,014)	3,943,000	(3,226,134)	(5,311,360)
5,408,619	(93,907)	31,372,223	55,048,024
\$ 2,646,605	\$ 3,849,093	\$ 28,146,089	\$ 49,736,664

City of Antioch

Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Government-Wide Statement of Activities - Governmental Activities For the Fiscal Year Ended June 30, 2008

Net Change in Fund Balances - Total Governmental Funds	\$ (5,311,360)
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Amounts reported for governmental activities in the Statement of Activities are different because:

Governmental funds report acquisition of capital assets as part of capital outlay as expenditures. However, in the Government-Wide Statement of Activities, the cost of those assets were allocated over their estimated useful lives as depreciation expense.

Capital outlay	13,839,952
Depreciation, net of internal service funds depreciation of \$779,703	(8,563,799)

In the Statement of Activities, capital assets donated to the City are reported as general revenue, whereas in the governmental funds, capital assets donated do not increase financial resources. Thus, the change in net assets differs from the change in fund balances by the value of the asset donated.	5,702,698
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In the Statement of Activities, only the gain (loss) on the sale or disposal of capital assets is reported; whereas in the governmental funds, the proceeds from the sale increase financial resources. Thus, the change in net assets differs from the change in fund balances by the cost of the asset sold.	(329,386)
--	-----------

Interest on deferred loans in the Statement of Activities do not provide current financial resources and are not reported as revenues in the funds.	261,235
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Repayment of loans is reported as a revenue in governmental funds, and thus, has the effect of increasing fund balance because current financial resources have been received. For the City as a whole, however, the loan payments reduce the receivables in the Statement of Net Assets and do not result as a revenue in the Statement of Activities. The City's loan receivable was reduced because loan payments were received.	(96,586)
---	----------

Governmental funds report expenditures pertaining to the establishment of certain deferred revenue related to long-term loans made. These deferred credits are not reported on the Statement of Net Assets and, therefore, the corresponding expense is not reported on the Statement of Activities.	1,680,946
--	-----------

Bonds issuance cost are expensed on the fund statements. However, in the government-wide statement of activities, the bonds issuance cost are allocated over the life of the bonds. This amount represents the current year amortization of the bond issuance cost.	(35,790)
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Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Assets.

Lease revenue bonds	250,000
Tax allocation bonds	920,000

Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. In addition, interest on long-term debt is not recognized under the modified accrual basis of accounting until due, rather than as it accrues.

Change in long-term claims liability	(185,030)
Change in long-term compensated absences	(316,766)
Amortization of debt premium	10,377
Amortization of debt discount	(4,337)
Amortization of advance refunding difference	(41,183)
Change in accrued interest payable	19,481

Internal service funds are used by management to charge the costs of certain activities to individual funds. The net expense of certain activities of the internal service funds is reported with governmental activities.	(847,313)
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Change in Net Assets of Governmental Activities	<u>\$ 6,953,139</u>
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See accompanying notes to the basic financial statements.

PROPRIETARY FUND FINANCIAL STATEMENTS

Water Fund – This fund accounts for the operation of the City's water utility, a self-supporting activity which provides services on a user charge basis to residences and businesses.

Sewer Fund – This fund accounts for the maintenance of the City's sewer lines and related facilities. It is a self-supporting activity which provides services on a user charge basis to residences and businesses.

Marina Fund – This fund accounts for the operation of the City's Marina, which includes renting berths and fueling boats.

Prewett Water Park – This fund accounts for the operation of the Prewett Water Park, an aquatic recreational park.

City of Antioch
Statement of Fund Net Assets
Proprietary Funds
June 30, 2008

	Business-type Activities - Enterprise Funds					Governmental Activities
	Water	Sewer	Marina	Non-major Prewett Water Park	Total	Internal Service Funds
ASSETS						
Current assets:						
Cash and investments	\$ 13,287,567	\$ 6,086,080	\$ 867,341	\$ 242,305	\$ 20,483,293	\$ 4,222,559
Accounts receivables, net	3,449,614	471,774	41,674	29,950	3,993,012	17,551
Interest receivables	1,967	-	-	-	1,967	-
Due from other fund	-	-	-	-	-	1,523
Materials, parts and supplies	308,546	-	33,152	-	341,698	23,739
Prepaid items	28,919	1,725	154	2,656	33,454	63
Deferred bond issuance costs	96,765	-	-	-	96,765	-
Net OPEB asset	-	-	-	-	-	5,646,321
Restricted cash and investments	2,655,517	-	-	-	2,655,517	-
Total current assets	19,828,895	6,559,579	942,321	274,911	27,605,706	9,911,756
Noncurrent assets:						
Capital assets:						
Nondepreciable:						
Land	1,002,231	14,553	469,953	2,071,730	3,558,467	-
Construction in progress	3,612,496	6,324,144	468,974	-	10,405,614	24,269
Depreciable:						
Water and sewer pipes	55,801,716	56,973,150	-	-	112,774,866	-
Structures and improvements	51,101,073	3,344,888	9,728,377	14,770,476	78,944,814	-
Vehicles and equipment	2,924,638	173,892	137,082	400,139	3,635,751	10,171,752
Less accumulated depreciation	(29,917,428)	(9,697,698)	(5,311,101)	(6,891,759)	(51,817,986)	(7,778,550)
Total capital assets	84,524,726	57,132,929	5,493,285	10,350,586	157,501,526	2,417,471
Total assets	104,353,621	63,692,508	6,435,606	10,625,497	185,107,232	12,329,227
LIABILITIES						
Current liabilities:						
Accounts payable	1,979,397	28,319	38,010	125,421	2,171,147	168,888
Accrued payroll	85,501	27,732	8,169	42,779	164,181	37,479
Interest payable	66,613	-	157,417	-	224,030	-
Deposits	90,124	25	46,951	23,004	160,104	-
Due to other funds	-	-	-	-	-	1,523
Deferred revenue	-	-	-	59,292	59,292	-
Compensated absences - due within one year	32,667	5,963	2,431	2,372	43,433	8,502
Water revenue bonds - due within one year	634,918	-	-	-	634,918	-
Marina loans payable - due within one year	-	-	121,335	-	121,335	-
Total current liabilities	2,889,220	62,039	374,313	252,868	3,578,440	216,392
Noncurrent liabilities:						
Compensated absences - due in more than one year	294,007	53,670	21,880	21,347	390,904	76,512
Water revenue bonds - due in more than one year	3,524,672	-	-	-	3,524,672	-
Marina loans - due in more than one year	-	-	3,694,841	-	3,694,841	-
Total noncurrent liabilities	3,818,679	53,670	3,716,721	21,347	7,610,417	76,512
Total liabilities	6,707,899	115,709	4,091,034	274,215	11,188,857	292,904
NET ASSETS						
Invested in capital assets, net of related debt	80,365,136	57,132,929	1,677,109	10,350,586	149,525,760	2,417,471
Restricted for debt service	2,655,517	-	-	-	2,655,517	-
Restricted for Other Post Employment Benefit	-	-	-	-	-	5,646,321
Unrestricted	14,625,069	6,443,870	667,463	696	21,737,098	3,972,531
Total net assets	\$ 97,645,722	\$ 63,576,799	\$ 2,344,572	\$ 10,351,282	173,918,375	\$ 12,036,323

Some amounts reported for business-type activities in the statement of net assets are different because certain internal service fund assets and liabilities are included with business-type activities.

(527,532)
Net assets of business-type activities \$ 173,390,843

See accompanying notes to the basic financial statements

City of Antioch
Statement of Revenues, Expenses and Changes in Fund Net Assets
Proprietary Funds
For the Fiscal Year Ended June 30, 2008

	Business-Type Activities - Enterprise Funds					Governmental Activities
	Water	Sewer	Marina	Non-major Prewett Water Park	Total	Internal Service Funds
OPERATING REVENUES:						
Charges for services	\$ 20,842,397	\$ 3,738,314	\$ 807,142	\$ 835,342	\$ 26,223,195	\$ 6,374,879
Other revenue	6,981	18,638	155,236	12,475	193,330	35,244
Total operating revenues	20,849,378	3,756,952	962,378	847,817	26,416,525	6,410,123
OPERATING EXPENSES:						
Wages and benefits	3,687,580	1,208,209	308,707	899,295	6,103,791	2,502,037
Utilities	1,403,402	-	29,714	144,424	1,577,540	-
Contractual services	10,581,643	465,574	125,872	200,586	11,373,675	3,536,436
Tools and supplies	4,380,634	156,668	159,366	252,561	4,949,229	867,938
Depreciation	2,595,963	899,653	385,074	565,955	4,446,645	779,703
Repairs and maintenance	121,240	13,951	11,743	4,663	151,597	648,308
Total operating expenses	22,770,462	2,744,055	1,020,476	2,067,484	28,602,477	8,334,422
OPERATING INCOME (LOSS)	(1,921,084)	1,012,897	(58,098)	(1,219,667)	(2,185,952)	(1,924,299)
NONOPERATING REVENUES (EXPENSES):						
Gain (loss) from sale of capital assets	-	-	-	-	-	58,522
Investment income	946,801	313,446	40,346	3,891	1,304,484	590,243
Investment (expense)	(153,307)	-	(172,164)	-	(325,471)	-
Total nonoperating revenues (expenses)	793,494	313,446	(131,818)	3,891	979,013	648,765
INCOME (LOSS) BEFORE CAPITAL CONTRIBUTIONS AND TRANSFERS	(1,127,590)	1,326,343	(189,916)	(1,215,776)	(1,206,939)	(1,275,534)
Capital contribution - developer	1,768,950	2,392,320	-	-	4,161,270	-
Capital contribution - connection fees	680,079	322,005	-	-	1,002,084	-
Capital contribution - City	-	334,850	-	-	334,850	-
Transfers in	-	-	250,000	670,503	920,503	187,940
Transfers (out)	(399,000)	(169,000)	-	-	(568,000)	(35,476)
CHANGE IN NET ASSETS	922,439	4,206,518	60,084	(545,273)	4,643,768	(1,123,070)
NET ASSETS:						
Beginning of year	96,723,283	59,370,281	2,284,488	10,896,555		13,159,393
End of year	<u>\$ 97,645,722</u>	<u>\$ 63,576,799</u>	<u>\$ 2,344,572</u>	<u>\$ 10,351,282</u>		<u>\$ 12,036,323</u>

Some amounts reported for business-type activities in the statement of activities are different because the net revenue (expense) of certain internal service funds is reported with business-type activities.

(275,757)

Change in net assets of business-type activities \$ 4,368,011

See accompanying notes to the basic financial statements.

City of Antioch
Statement of Cash Flows
Proprietary Funds
For the Fiscal Year Ended June 30, 2008

	Business-Type Activities - Enterprise Funds					Governmental Activities
	Non-major					Internal Service Funds
	Water	Sewer	Marina	Water Park	Total	
CASH FLOWS FROM OPERATING ACTIVITIES:						
Cash receipt from customers	\$ 20,506,505	\$ 3,761,994	\$ 1,004,464	\$ 878,475	\$ 26,151,438	\$ -
Cash receipt from other funds	-	-	-	-	-	814,334
Cash paid to suppliers for goods and services	(17,699,190)	(728,344)	(317,935)	(530,834)	(19,276,303)	(4,967,901)
Cash paid to employees for services	(3,621,171)	(1,206,933)	(303,863)	(894,581)	(6,026,548)	(2,481,553)
Net cash provided by (used in) operating activities	(813,856)	1,826,717	382,666	(546,940)	848,587	(6,635,120)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:						
Interfund lending receipts	-	-	-	-	-	-
Interfund lending payment	-	-	-	-	-	(26,144)
Due to other funds	-	-	-	-	-	1,523
Transfers in	-	-	250,000	670,503	920,503	212,561
Transfers (out)	(399,000)	(169,000)	-	-	(568,000)	(35,476)
Net cash provided by (used in) noncapital financing activities	(399,000)	(169,000)	250,000	670,503	352,503	152,464
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:						
Capital asset additions	(3,673,904)	(247,439)	(248,779)	(49,138)	(4,219,260)	(716,078)
Capital contributions	680,079	322,005	-	-	1,002,084	-
Proceeds from sale of capital assets	-	-	-	-	-	58,522
Principal paid on bonds	(640,000)	-	(116,110)	-	(756,110)	-
Interest paid on bonds	(120,271)	-	(176,954)	-	(297,225)	-
Net cash provided by (used in) capital and related financing activities	(3,754,096)	74,566	(541,843)	(49,138)	(4,270,511)	(657,556)
CASH FLOWS FROM INVESTING ACTIVITIES:						
Interest received	948,586	313,446	40,346	3,891	1,306,269	590,243
Net cash provided by (used in) investing activities	948,586	313,446	40,346	3,891	1,306,269	590,243
Net change in cash and cash equivalents	(4,018,366)	2,045,729	131,169	78,316	(1,763,152)	(6,549,969)
CASH AND CASH EQUIVALENTS:						
Beginning of year	19,961,450	4,040,351	736,172	163,989	24,901,962	10,772,528
End of year	\$ 15,943,084	\$ 6,086,080	\$ 867,341	\$ 242,305	\$ 23,138,810	\$ 4,222,559
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:						
Operating income (loss)	\$ (1,921,084)	\$ 1,012,897	\$ (58,098)	\$ (1,219,667)	\$ (2,185,952)	\$ (1,924,299)
Adjustments to reconcile operating income (loss) to cash flows from operating activities:						
Depreciation	2,595,963	899,653	385,074	565,955	4,446,645	779,703
Decrease (increase) in:						
Accounts receivable	(370,507)	5,042	39,865	43,237	(282,363)	50,532
Materials, parts, and supplies	(308,546)	-	(11,297)	-	(319,843)	(23,739)
OPEB asset	-	-	-	-	-	(5,646,321)
Prepaid items	(13,963)	(1,167)	(154)	(2,656)	(17,940)	(63)
Increase (decrease) in:						
Accounts payable	(889,762)	(90,984)	20,211	74,056	(886,479)	108,583
Accrued payroll	27,353	9,998	3,066	4,883	45,300	10,550
Deposits	27,634	-	2,221	1,295	31,150	-
Deferred revenue	-	-	-	(13,874)	(13,874)	-
Accrued compensated absences	39,056	(8,722)	1,778	(169)	31,943	9,934
Net cash provided by (used in) operating activities	\$ (813,856)	\$ 1,826,717	\$ 382,666	\$ (546,940)	\$ 848,587	\$ (6,635,120)
SUPPLEMENTAL DISCLOSURE OF NONCASH CAPITAL AND RELATED FINANCING ACTIVITIES:						
Contributions of capital assets from (to) the general government	\$ -	\$ 334,850	\$ -	\$ -	\$ 334,850	\$ -
Capital assets contributed by developers	1,768,950	2,392,320	-	-	4,161,270	-
Total noncash capital and related financing activities	\$ 1,768,950	\$ 2,727,170	\$ -	\$ -	\$ 4,496,120	\$ -
See accompanying notes to the basic financial statements.						

FIDUCIARY FUND FINANCIAL STATEMENTS

City of Antioch
Statement of Fiduciary Fund Assets and Liabilities
Agency Funds
June 30, 2008

ASSETS	
Cash and investments	\$ 2,909,096
Assessment receivable	339,257
Interest receivable	121,153
Restricted cash and investments	11,975,328
Total assets	\$ 15,353,420
LIABILITIES	
Accounts payable	\$ 331,212
Due to others	15,022,208
Total liabilities	\$ 15,353,420

See accompanying notes to the basic financial statements.

CITY OF ANTIOCH

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2008

NOTE 1 - THE FINANCIAL REPORTING ENTITY

(a) Reporting Entity

The City of Antioch, California (the "City"), operates under the Council-Manager form of government and provides the following services: police, highways and streets, sanitation, health services, culture-recreation, public improvements, planning and zoning, general administration services, water, and redevelopment through the Antioch Development Agency.

The governmental reporting entity consists of the City (Primary Government) and its component units. Component units are legally separate organizations for which the City is financially accountable or other organizations whose nature and significant relationship with the City are such that exclusion would cause the City's financial statements to be misleading or incomplete. Financial accountability is defined as the appointment of a voting majority of the component unit's board, and (1) either the City's ability to impose its will on the organization or (ii) there is potential for the organization to provide a financial benefit to or impose a financial burden on the City.

The basic financial statements include blended component units. The blended component units, although legally separate entities are, in substance, part of the City's operations and so data from these units are combined with data of the primary government.

For financial reporting purposes, the City's basic financial statements include all financial activities that are controlled by or are dependent upon actions taken by the City's Council. The financial statements of the individual component units may be obtained by writing to the City of Antioch, Finance Department, P.O. Box 5007, Antioch, CA 94531-5007.

(b) Blended Component Units

Antioch Development Agency

The Antioch Development Agency (Agency) was created to prepare and implement plans for improvement, rehabilitation and development of certain areas within the City. The Agency and the City have a financial and operational relationship, which requires that the Agency's basic financial statements be blended into the City's basic financial statements. The Agency's Board consists exclusively of all five members of the City Council.

Antioch Public Financing Authority

The Antioch Public Financing Authority (APFA) was formed for the purpose of financing the Water Treatment Plant Expansion, the Police Facilities Projects and other infrastructure improvements. The APFA and the City have a financial and operational relationship, which requires that the APFA's financial statements be blended into the City's financial statements. The APFA's Board consists exclusively of all five members of the City Council.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of Presentation

Government-wide Financial Statements

The statement of net assets and statement of activities display information about the primary government (the City) and its component units. These statements include the financial activities of the overall government, except for fiduciary activities. Eliminations have been made to minimize the double counting of internal activities. These statements distinguish between the *governmental* and *business-type activities* of the City. Governmental activities, which normally are supported by taxes and intergovernmental revenues and other nonexchange transactions, are reported separately from business-type activities, which rely to a significant extent on fees charged to external parties.

CITY OF ANTIOCH

Notes to the Basic Financial Statements, Continued For the Fiscal Year Ended June 30, 2008

The statement of activities presents a comparison between direct expenses and program revenues for each segment of the business-type activities of the City and for each function of the City's governmental activities. Direct expenses are those that are specifically associated with a program or function; and, therefore, are clearly identifiable to a particular function. Program revenues include 1) fees, fines and charges paid by the recipients of goods or services offered by the programs and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented instead as general revenues.

Fund Financial Statements

The fund financial statements provide information about the City's funds, including fiduciary funds and blended component units. Separate statements for each fund category - *governmental*, *proprietary* and *fiduciary* - are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are separately aggregated and reported as nonmajor funds.

Proprietary funds distinguish operating revenues and expenses and nonoperating items. Operating revenues and expenses generally result from providing services in connection with the fund's principal ongoing operations. The principal operating revenues of the City's enterprise and internal service funds are charges for customer services including: water and sewer charges, marina and water park fees, equipment maintenance and usage fees, and support charges. Operating expenses for enterprise funds and internal service funds include the cost of services, administrative expenses and depreciation on capital assets. All other revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

The City reports the following major governmental funds:

- The *General Fund* is used to account for all of the general revenues of the City not specifically levied or collected for other City funds and the related expenditures. The General Fund accounts for all financial resources of the City which are not accounted for in another fund. For the City, the General Fund includes such activities as general government, public works, public safety, parks and recreation and community development.
- The *Housing and Community Development Fund* accounts for grant funds received from the Federal government for the purpose of developing viable urban communities.
- The *Low and Moderate Income Housing Fund* was established by the Antioch Development Agency to account for tax allocations set aside for the purpose of increasing or improving the City's supply of low or moderate income housing.
- The *Capital Improvement Fund* records all revenues, expenditures, assets and liabilities associated with City capital projects. It accounts for resources used to construct or acquire capital assets and make capital improvements.
- *Sierra-Crete Fund* - The E.I. du Pont Nemours Corporation manufactured an artificial rock road base material called "Sierra-Crete". The company promoted this material as a good alternative to traditional rock for street base and sold it to a number of paving contractors. Several streets were constructed in Antioch using this material. It turned out that Sierra-Crete caused a number of problems, including corrosion of city underground utilities and premature cracking and wear of the asphalt surface. The City sued DuPont, the paving contractors and various subdividers which had installed the material. In all, there were 19 defendants in the case brought by Antioch. The parties settled the case, with the defendants defining the total amount to be paid to the City, but the amount per defendant to be kept confidential and known only to the City's trustee/litigation counsel. This trustee established a trust account for receipt of the settlement funds, and when all funds were paid in to satisfy the settlement, all funds and interest were then forwarded to the City.

CITY OF ANTIOCH

Notes to the Basic Financial Statements, Continued For the Fiscal Year Ended June 30, 2008

- The *ADA Project #1 Fund* was established by the Antioch Development Agency to account for acquisition, demolition and construction of Development Agency Project Area #1 of the City of Antioch. Financing is provided by property tax increments and bond proceeds.

The City reports the following major enterprise funds:

- The *Water Fund* accounts for the operation of the City's water utility, a self-supporting activity, which provides services on a user charge basis to residences and businesses.
- The *Sewer Fund* accounts for the maintenance of the City's sewer lines and related facilities. It is a self-supporting activity, which provides services on a user charge basis to residences and businesses.
- The *Marina Fund* accounts for the operation of the City's Marina Complex, which includes renting berths and fueling boats to the public.

The City reports the following additional fund types:

- *Internal Service Funds* account for the maintenance and replacement of vehicles and equipment; the City's warehouse and central stores operation; the operation, maintenance, and replacement of office equipment used by City departments; costs incurred for printing/reproduction services and mailing services for all City departments; the City's liability for compensated absences; the treasury and investment functions of the City; the charges against each department for its share of the costs of operations for the Finance Department; charges for workers' compensation expenses; charges for post retirement medical benefits and charges for loss control, on a cost-reimbursement basis.
- *Agency Funds* account for assets held by a governmental unit in the capacity of agent for individuals, other governmental agencies and nonpublic organizations.

(b) Measurement Focus, Basis of Accounting

The government-wide, proprietary and fiduciary fund financial statements are reported using the economic resources measurement focus. Agency funds have no measurement focus. The government-wide and proprietary fund financial statements are reported using the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Nonexchange transactions, in which the City gives (or receives) value without directly receiving (or giving) equal value in exchange, include property and sales tax, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenues from sales tax are recognized when the underlying transactions take place. Revenues from grants, entitlements and donations are recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. Property and sales taxes, interest, certain state and federal grants and charges for services are accrued when their receipt occurs within sixty days after the end of the accounting period so as to be both measurable and available. Expenditures are generally recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to claims and judgments are recorded only when payment is due. General capital assets acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and capital leases are reported as other financing sources.

Under the terms of grant agreements, the City funds certain programs by a combination of specific cost-reimbursement grants, categorical block grants and general revenues. Thus, when program expenses are incurred, there are both restricted and unrestricted net assets available to finance the program. It is the City's policy to first apply cost-reimbursement grant resources to such programs, followed by categorical block grants, and then by general revenues. With respect to the gas tax fund, it is the City's policy to first apply revenues other than the gas tax itself to expenditures incurred within that program.

CITY OF ANTIOCH

Notes to the Basic Financial Statements, Continued For the Fiscal Year Ended June 30, 2008

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and enterprise fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board (GASB). Governments also have the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to the same limitation. The City has elected not to follow subsequent private-sector guidance.

(c) Internal Investment Pool

The City maintains an internal investment pool that is available for use by all funds. Investments in non-participating interest earning contracts (including guaranteed investment contracts) are reported at cost, and all other investments at fair value. Fair value is determined annually and is based on current market prices. The method of allocating interest earned on pooled deposits and investments among funds is based on average cash balances.

For purposes of the accompanying statement of cash flows, the enterprise and internal service funds consider all highly liquid investments with a maturity of three months or less when purchased, and their equity in the cash and investment pool to be cash equivalents.

(d) Receivables

During the course of normal operations, the City carried various receivable balances for taxes, interest, services, loan, utilities and special assessments. Accounts receivables are shown net of an allowance for doubtful accounts of \$357,890 in the General Fund and \$153,791 in the Water Enterprise Fund.

(e) Materials, Parts and Supplies

Material, parts and supplies are valued at average cost. Material, parts and supplies recorded in the internal service funds consist of expendable supplies for consumption. The cost is recorded as an expense at the time individual inventory items are consumed. Material, parts and supplies recorded in the Marina Enterprise Fund consists primarily of merchandise held for resale to the public.

(f) Loans Receivable

For the purposes of the governmental funds financial statements, expenditures related to long-term loans arising from loan subsidy programs are charged to operations upon funding and the loans are recorded with an offset to a deferred revenue account. The balance of the long-term loans receivable includes loans that may be forgiven if certain terms and conditions of the loans are met. For purposes of the government-wide financial statements, long-term loans are not offset by deferred revenue accounts.

(g) Land Held for Redevelopment

The City purchases parcels of land for redevelopment in order to develop or redevelop properties within the redevelopment areas. Such land parcels are accounted for as investments on the statement of net assets at the lower of cost, or net realizable value. Net realizable value is determined at the date of a disposition and development agreement is being executed.

(h) Bond Issuance Costs, Original Issue Discounts and Premiums and Refunding of Debt

In the government-wide financial statements and the proprietary fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and are amortized on a straight-line basis over the term of the related debt.

CITY OF ANTIOCH

Notes to the Basic Financial Statements, Continued For the Fiscal Year Ended June 30, 2008

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. Issuance costs, whether or not withheld from the actual debt proceeds received are reported as debt service expenditures.

Gains or losses occurring from advance refundings, completed subsequent to June 30, 1993, are deferred and amortized into expense for both business-type activities and proprietary funds. For governmental activities, they are deferred and amortized into expense if they occurred subsequent to June 30, 2001.

(i) Capital Assets

Capital assets (including infrastructure) are recorded at historical cost or at estimated historical cost if actual historical cost is not available. Contributed capital assets are valued at their estimated fair market value on the date contributed. Capital assets include public domain (infrastructure) general capital assets consisting of certain improvements including roads, bridges, water/sewer, lighting systems, drainage systems, and flood control. The City defines capital assets as assets with an estimated useful life in excess of one year and an initial, individual cost of \$5,000 or more.

Capital assets used in operations are depreciated or amortized (assets under capital leases) using the straight-line method over the lesser of the capital lease period or their estimated useful lives in the government-wide statements and proprietary funds.

The estimated useful lives are as follows:

Infrastructure	20 to 50 years
Water and Sewer Pipes	75 years
Structures and Improvements	10-30 years
Equipment	5-20 years
Vehicles	5-15 years

Maintenance and repairs are charged to operations when incurred. Betterments and major improvements, which significantly increase values, change capacities or extend useful lives, are capitalized. Upon sale or retirement of capital assets, the cost and related accumulated depreciation are removed from the respective accounts and any resulting gain or loss is included in the results of operations.

(j) Property Taxes and Special Assessments Revenue

Revenue is recognized in the fiscal year for which the tax and assessment are levied. The County of Contra Costa levies, bills and collects property taxes and special assessments for the City; under the County's "Teeter Plan", the County remits the entire amount levied and handles all delinquencies, retaining interest and penalties.

Taxes are levied for each fiscal year on taxable real and personal property situated in the County. The levy is based on the assessed values as of the preceding January 1st, which is also the lien date. Property taxes on the secured roll are due in two installments: November 1st and February 1st and become delinquent after December 10th and April 10th, respectively. Supplemental property taxes are levied based on changes in assessed values between the date of real property sales or construction completion and the preceding assessment date. The additional supplemental property taxes are prorated from the first day of the month following the date of such occurrence. Property taxes on the unsecured roll are due on the lien date (January 1), and become delinquent if unpaid by August 31st.

Special assessment districts are established in various parts of the City to provide improvements to properties located in those districts. Properties are assessed for the cost of improvements; these assessments are payable over the term of the debt issued to finance the improvements.

CITY OF ANTIOCH

Notes to the Basic Financial Statements, Continued For the Fiscal Year Ended June 30, 2008

(k) Accumulated Compensated Absences

The City accrues the cost for compensated absences (vacation, sick leave and comp time) when they are earned. City employees have a vested interest in accrued vacation time and all vacation hours will eventually either be used or paid by the City. Generally, employees earn and use their current vacation hours with a small portion being accrued or unused each year. As this occurs, the City incurs an obligation to pay for these unused hours. Sick leave benefits are only vested for employees with more than 10 years of service, up to a maximum of 40% of 800 hours.

(l) Interfund Transactions

Interfund transactions are reflected as either loans, services provided, reimbursements or transfers. Loans are reported as receivables and payables as appropriate, are subject to elimination upon consolidation and are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the noncurrent portion of interfund loans). Any residual balances outstanding between the governmental activities and the business-type activities are reported in the government-wide financial statements as "internal balances". Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not available financial resources.

Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers within governmental or proprietary funds are netted as part of the reconciliation to the government-wide presentation.

(m) Estimates

The preparation of basic financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

(n) New Pronouncements

In 2008, the City adopted new accounting standards in order to conform to the following Governmental Accounting Standards Board Statements:

- GASB Statement No. 45 *Accounting and Financial Reporting by Employers for Post employment Benefits Other Than Pension Plans*- This Statement addresses financial statement and disclosure requirements for reporting by administrators or trustees of OPEB plan assets or by employers or sponsors that include OPEB plan assets as trust or agency funds in their financial reports.
- GASB Statement No. 48, *Sales and Pledges of Receivables and Future Revenues and Intra-Entity Transfers of Assets and Future Revenues* - This Statement establishes accounting and financial reporting standards for transactions in which a government receives, or is entitled to, resources in exchange for future cash flows generated by collecting specific receivables or specific future revenues. In addition, this Statement establishes accounting and financial reporting standards that apply to all intra-entity transfers of assets and future revenues.
- GASB Statement No. 50, *Pension Disclosures – An amendment of GASB Statements No. 25 and 27* - This Statement more closely aligns the financial reporting requirements for pensions with those for other postemployment benefits (OPEB) and, in doing so, enhances information disclosed in notes to financial statements or presented as required supplementary information (RSI).

CITY OF ANTIOCH

Notes to the Basic Financial Statements, Continued For the Fiscal Year Ended June 30, 2008

NOTE 3 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

(a) Expenditures in Excess of Budget

Expenditures in the funds below exceeded appropriations by the amounts indicated, largely because budgets were not revised for higher than anticipated capital outlays or other unexpected expenditures. Sufficient resources were available to finance these expenditures, primarily in the form of higher revenues and transfers than expected or from available fund balance.

	Appropriated Final Budget	Actual Expenditures	Excess
<i>Nonmajor Special Revenue Funds:</i>			
Senior Bus	\$ 217,843	\$ 218,832	\$ (989)
Child Care	1,880	1,935	(55)
Abandoned Vehicle	115,502	131,602	(16,100)
Tidelands Assembly Bill-1900	11,100	11,134	(34)
Hillcrest Maintenance District	473,362	500,947	(27,585)
Local Law Enforcement Block Grant	2,192	2,236	(44)
Street Impact	693	978	(285)
<i>Nonmajor Capital Projects Funds:</i>			
ADA Project Area #2	7,328	7,832	(504)
ADA Project Area #4	419,706	424,545	(4,839)
Hillcrest District #2	135,212	148,552	(13,340)
Hillcrest Bridge District	2,953	3,714	(761)

NOTE 4 - CASH AND INVESTMENTS

(a) Cash and Investment Balances

The City has the following cash and investments at June 30, 2008:

Cash and investments:	
Deposits in banks	\$ 11,701,392
U.S. Government securities	12,378,430
U.S. Government agencies	32,515,978
Medium-term corporate notes	16,796,170
Money market	450,265
California Local Agency Investment Fund	2,632,570
Total cash and investments	<u>76,474,805</u>
Restricted cash and investments:	
California Asset Management Program	6,221
Guaranteed investment contracts	6,369,138
Money market	9,341,663
Repurchase agreements	422,750
Total restricted cash and investments	<u>16,139,772</u>
Total	<u>\$ 92,614,577</u>

Cash and investments are presented on the Statement of Net Assets as follows at June 30, 2008:

	Government-Wide Statement of Net Assets	Fiduciary Funds Statement of Assets and Liabilities	Total
Cash and investments	\$ 73,565,709	\$ 2,909,096	\$ 76,474,805
Restricted cash and investments	4,164,444	11,975,328	16,139,772
Total	<u>\$ 77,730,153</u>	<u>\$ 14,884,424</u>	<u>\$ 92,614,577</u>

CITY OF ANTIOCH

Notes to the Basic Financial Statements, Continued For the Fiscal Year Ended June 30, 2008

The City's dependence on property tax receipts, which are received semi-annually, requires it to maintain significant cash reserves to finance operations during the remainder of the year. The City pools cash from all sources and all funds, except amounts required to be held with fiscal agents, so that it can be safely invested at maximum yield and liquidity. Investment income is allocated among funds on the basis of average month-end cash balances.

Restricted cash and investments at June 30, 2008 was \$16,139,772, which was held by trustees or fiscal agents. These funds may only be used for specific capital outlay or for the payment of certain bonds or tax allocation bonds, and have been invested only as permitted by State statutes or applicable City ordinance, resolution or bond indentures.

(b) Cash Deposits

The carrying amount of the City's cash deposits was \$11,701,392 at June 30, 2008. The bank balance at June 30, 2008, was \$12,979,672, which was fully insured and/or was collateralized with securities held by the pledging financial institutions in the City's name as described in the following paragraph.

The California Government Code requires California banks and savings and loan associations to secure the City's cash deposits by pledging securities as collateral. This Code states that collateral pledged in this manner shall have the effect of perfecting a security interest in such collateral superior to those of a general creditor. Thus, collateral for cash deposits is considered to be held in the City's name. The market value of pledged government securities must equal at least 110% of the City's cash deposits. California law also allows institutions to secure City deposits by pledging first trust deed mortgage notes having a value of 150% of the City's total cash deposits. The City has waived collateral requirements for cash deposits, which are fully insured up to \$100,000 by the Federal Deposit Insurance Corporation or Savings Association Insurance Fund.

(c) Investments

The City's investment policy, bond indentures and Section 53601 of the California Government Code allow the City to invest in the following types of investments:

- Securities of the U.S. Government or its agencies
- Certificates of Deposit
- Bankers' Acceptances
- Commercial Paper
- Investment Grade Medium Term Corporate Notes
- Repurchase Agreements
- Local Agency Investment Fund Deposits
- Insured Savings Accounts or Money Market Accounts
- Guaranteed Investment Contracts
- Mutual funds as permitted by the Code

The City did not enter into reverse repurchase agreements during the year ended June 30, 2008.

At June 30, 2008, the City's investment position in the State of California Local Agency Investment Fund (LAIF) was \$2,632,570. This amount reflects the City's market value share in the pool. A factor of 99.9950219% was used to determine the market value. The total amount invested by all public agencies in LAIF at that day was \$70,024,464,150. Of that amount, 85.28% is invested in nonderivative financial products and 14.72%, as compared to 3.466% in previous year, in structured notes and asset-backed securities. The Local Investment Advisory Board (Board) has oversight responsibility for LAIF. The Board consists of five members as designated by State Statute. The value of the pool shares in LAIF, which may be withdrawn, is determined on an amortized cost basis, which is different than the fair value of the City's position in the pool. Information is not available on whether the mutual funds in which the City has invested used, held, or wrote derivative products during the fiscal year ended June 30, 2008.

CITY OF ANTIOCH

Notes to the Basic Financial Statements, Continued For the Fiscal Year Ended June 30, 2008

As of June 30, 2008, the City's investment in the California Asset Management Program (CAMP) pool was \$6,221. A board of five trustees who are officials or employees of public agencies has oversight responsibility for CAMP. The value of the pool shares in CAMP, which may be withdrawn, is determined on an amortized cost basis, which is different than the fair value of the City's position in the pool.

(d) Interest Rate Risk

As a means of limiting its exposure to fair value losses arising from interest rates, the City's investment policy limits investments to a maximum maturity of five years. At June 30, 2008, the City had the following investment maturities:

Investment Type	Fair Value	Investment Maturities (In Years)		
		Less than 1	1 to 2	2 to 3
U.S. Government securities	\$ 12,378,430	\$ 201,891	\$ 1,798,545	\$ 10,377,994
U.S. Government agencies	32,515,978	5,969,769	12,792,414	13,753,795
Medium-term corporate notes	16,796,170	7,460,144	7,340,568	1,995,458
California Local Agency Investment Fund	2,632,570	2,632,570	-	-
Money Market	450,265	450,265	-	-
Total	<u>\$ 64,773,413</u>	<u>\$ 16,714,639</u>	<u>\$ 21,931,527</u>	<u>\$ 26,127,247</u>

(e) Credit Risk

State law limits investments in commercial paper and corporate bonds to the top two ratings issued by nationally recognized statistical rating organizations (NRSROs). It is the City's policy to limit its investments in these investment types to the top rating issued by NRSROs, including raters Standard & Poor's and Moody's Investor's Service. At June 30, 2008, the City's credit risks, expressed on a percentage basis, were as follows:

Credit Quality Distribution for Securities with Credit Exposure As A Percentage of Total Investments

Investment Type	S&P's Credit Rating	% of Investments
U.S. Government securities	TSY	19.10%
U.S. Government agencies	AAA	50.20%
Medium-term corporate notes	AAA	3.54%
Medium-term corporate notes	AA+	2.32%
Medium-term corporate notes	AA-	6.19%
Medium-term corporate notes	AA	9.36%
Medium-term corporate notes	A+	4.53%
California Local Agency Investment Fund	not rated	4.06%
Money market	not rated	0.70%
Total		<u>100.00%</u>

(f) Custodial Credit Risk

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. None of the City's investments were subject to custodial credit risk.

CITY OF ANTIOCH

Notes to the Basic Financial Statements, Continued For the Fiscal Year Ended June 30, 2008

NOTE 5 - INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

(a) Current Balances

Current balances are expected to be repaid in the normal course of business during the following fiscal year. The City's current balances represent loans to cover temporary shortages of cash in individual funds. The composition of interfund balances as of June 30, 2008, is as follows:

Due to Other Funds	Due From Other Funds	
	General Fund	Internal Service Funds
Nonmajor Governmental Funds	\$1,309,683	
Internal Service Funds		\$1,523

(b) Advances From/To Other Funds

Advance From Other Funds	Advance to Other Funds
	Major Fund
ADA Project Area #1	Low and Moderate Income Housing
	\$3,612,849

At June 30, 2008, the Low and Moderate Income Housing Fund has a receivable due from Antioch Development Agency Project Area #1 in the amount of \$3,612,849. The Agency Project Areas are required by the Health and Safety Code to annually set aside 20% of tax increment revenues for low and moderate housing development. Project Area #1 was formed prior to the year this requirement was established. The Agency began repaying the unfunded set-aside in fiscal year 1997. During the fiscal year ended June 30, 2001, the Agency adopted a formal deficit elimination plan for the Low and Moderate Income Housing Fund. As part of this plan, the Agency agreed to pay \$25,000 per year from fiscal year 2000-01 through 2015-16, \$1,500,000 in fiscal year 2016-17 and \$1,912,849 in fiscal year 2017-18. The Agency made principal payments totaling \$25,000 during fiscal year 2007-08.

(c) Transfers to/from Other Funds

Transfers are indicative of funding for capital projects, lease payments or debt service, subsidies of various City operations and re-allocations of special revenues. The following schedule summarizes transfers between funds.

	Transfers In								
	Major Fund				Major Fund				
	General Fund	Low and Moderate Income Fund	Capital Improvement Fund	ADA Project Area #1	Nonmajor Governmental Funds	Marina Enterprise	Prewett Water Park Enterprise	Internal Service	Total
General Fund	\$ -	\$ -	\$ 160,000	\$ -	\$ 1,298,255	\$ -	\$ 670,503	\$ -	\$ 2,128,758
Sierra Crete	20,000	-	-	-	-	-	-	-	20,000
Housing & Community	-	-	490,519	-	-	-	-	-	490,519
ADA Project Area #1	50,000	1,005,309	110,000	-	2,121,477	250,000	-	-	3,536,786
Nonmajor:									
Governmental Funds	2,093,588	469,684	-	2,983,481	1,975,304	-	-	18,464	7,540,521
Water Enterprise	-	-	132,000	200,000	-	-	-	67,000	399,000
Sewer Enterprise	-	-	102,000	-	-	-	-	67,000	169,000
Marina Enterprise	-	-	-	-	-	-	-	-	-
Internal Service	-	-	-	-	-	-	-	35,476	35,476
Total	\$ 2,163,588	\$ 1,474,993	\$ 994,519	\$ 3,183,481	\$ 5,395,036	\$ 250,000	\$ 670,503	\$ 187,940	\$ 14,320,060

CITY OF ANTIOCH

Notes to the Basic Financial Statements, Continued For the Fiscal Year Ended June 30, 2008

NOTE 6 - LOANS RECEIVABLE

The composition of the City's governmental activities loans receivable as of June 30, 2008, is as follows:

Rental and Housing Rehabilitation Loans	\$ 2,739,769
Job Development Incentive Loans	62,500
Multi-unit Rental Rehabilitation Loans:	
West Rivertown Apartments/Eden Housing Project	6,006,934
Terrace Glen Project	1,775,132
Pinecrest Apartment Project	1,061,698
Rivertown Senior Housing	242,750
Riverstone Apartment	689,147
Hillcrest Terrace Project	1,180,541
Lone Tree Golf Course	1,122,165
Other loans	1,154,877
Total governmental activities	<u>\$ 16,035,513</u>

(a) Rental and Housing Rehabilitation Loans

The City administers rental and home improvement revolving loan funds using federal Community Development Block Grant (CDBG) and redevelopment funds. The program provides below market rate loans, secured by deeds of trust, to eligible participants for rental and housing rehabilitation. Although payments for most loans are amortized over an established payment schedule, some loans allow for deferred payment of accrued interest and principal until the homeowner's property is sold or transferred, primarily for seniors and very low-income families. Repayments received from the outstanding loans are used to make additional rental and housing rehabilitation loans. Outstanding balances at June 30, 2008, are \$2,739,769.

(b) Job Development Incentive Loans

The City administers job development incentive revolving loan funds using federal CDBG funds. The program provides below market rate loans, secured by an irrevocable letter of credit, to eligible participants in order to create and retain jobs in the City. Principal and interest on these loans are deferred for four years and forgiven at the rate of 25% of the principal amount plus accrued interest per year provided the agreed-upon jobs are in place. Partial fulfillment at the end of four years will result in a prorated amount owing in proportion to the percentage of jobs retained and created as agreed. The loans accrue at the Local Agency Investment Fund rate. Repayments received from the outstanding loans are used to make additional job development incentive loans. Outstanding balances at June 30, 2008 are \$62,500.

(c) Multi-Unit Rental Rehabilitation Loans

The City administers the following multi-unit rental improvement revolving loan funds using federal CDBG funds and/or Antioch Development Agency Housing Set Aside monies.

West Rivertown Apartments/Eden Housing Project

The City and Agency have entered into three loan agreements with Eden Housing for the development of the West Rivertown Apartments. The agreements are as follows:

This project is the construction of a 57-unit, affordable housing townhouse development in the City's downtown with financing assistance from the Agency and several other agencies. In May 2000, the Agency entered into a disposition, development and loan agreement with Eden Rivertown Limited Partnership (the Developer). Under the terms of the loan agreement, the Developer must repay up to \$3,601,686 (maximum loan amount) to the Agency, which includes the purchase of the land from the Agency. The loan bears an interest rate of 3% per annum. The Developer is required to make annual payments of principal and interest to the Agency in the amount of 100% of residual receipts, less the portion of the residual receipts that is owed to Contra Costa County. Payments are to begin the July 1st after project completion and will end on the 55th anniversary date of the Agency promissory note dated February 11, 2002. Principal and interest outstanding at June 30, 2008 is \$4,239,502.

CITY OF ANTIOCH

Notes to the Basic Financial Statements, Continued For the Fiscal Year Ended June 30, 2008

In 1994, the City loaned Community Housing Opportunities (CHOC) \$225,590 for the acquisition of property. CHOC determined that their planned development of this property was no longer feasible, and in November 2005, the City, the Agency, and CHOC agreed to the transfer of ownership of the property and loan to Eden Housing for the development of 40 units of affordable housing to expand the West Rivertown Project in the City's downtown. In order to complete the project, the Agency agreed to loan Eden Housing an additional \$1,458,400. The loan for \$225,590 is non-interest bearing and all principal and interest payments are deferred and will be forgiven at the expiration of the term. The loan for \$1,458,400 bears an interest rate of 3% per annum and will end on the 55th anniversary date of the issuance of certificates of occupancy by the City. Principal and interest outstanding on this loan at June 30, 2008 is \$1,541,842.

Terrace Glen Project

This project consists of a 32-unit, multifamily rental housing development. In August 1998, the City and the Agency made a commitment for \$850,000 in Community Development Block Grant (CDBG) funds, and \$547,625 in housing set-aside funds, respectively, towards this project. Commencing November 6, 1996, the loan accrues simple interest at 3% per annum. The 55-year term loan is secured by a deed of trust. Commencing on October 1, 1999, and on October 1 of each year thereafter, the developer will pay the City's/Agency's pro-rata percentage of the lender's share of residual receipts to the extent there are residual receipts. Payments will be first credited against accrued interest and then against principal. Any outstanding principal and interest is due and payable in full in March 2054. Principal and interest outstanding at June 30, 2008 is \$1,775,132.

Pinecrest Apartment Project

This project consists of a 24-residential unit development. In September 2000, the City and the Agency made a commitment for \$570,000 in CDBG funds and \$300,000 in housing set-aside funds, respectively, towards this project. Commencing on the first date of disbursement, the loan accrues simple interest at 3% per annum. The 55-year term loan is secured by a deed of trust. Commencing on May 1, 2002, and on May 1 of each year thereafter, the developer will pay the City a pro-rate percentage of the lender's share of residual receipts to the extent there are residual receipts. Payments will be first credited against accrued interest and then against principal. Any outstanding principal and interest is due and payable in full in May 2055. Principal and interest outstanding at June 30, 2008 is \$1,061,698.

Rivertown Senior Housing

This project consists of a fifty-unit, affordable senior housing project. In September 1992, the Agency made a commitment for \$442,750 in housing set-aside funds toward this project. In September 2001, the loan was amended to reduce the principal amount by \$200,000 to reflect funds not borrowed for the project. The loan is noninterest bearing and secured by a deed of trust with affordable housing requirements for 40 years. The balance of the loan is due and payable on October 1, 2033. Principal outstanding at June 30, 2008 is \$242,750.

Riverstone Apartments

This project consists of acquisition and rehabilitation of 136 apartment rental units for low and very low income households. On July 1, 2007, the Agency made a commitment for \$2,025,000 in housing set-aside funds toward this project. Commencing on the first date of disbursement, the loan accrues simple interest at 3% per annum. The 55-year loan term is secured by a deed of trust. Commencing on May 1st following the fifteenth anniversary of the first disbursement of the loan, and on May 1st of each year thereafter for the term of the loan, the developer will make repayments equal to the lesser of (i) the amount necessary to fully amortize the repayment of principal and interest on the loan for the remaining term or (ii) residual receipts. Payments will be first credited against accrued interest and then principal. Principal and interest outstanding at June 30, 2008 is \$689,147.

CITY OF ANTIOCH

Notes to the Basic Financial Statements, Continued For the Fiscal Year Ended June 30, 2008

Hillcrest Terrace Project

This project consists of a 65-unit affordable senior housing project. In October 1998, the Agency made a commitment for \$731,175 in housing set-aside funds towards this project. Commencing on the first date of disbursement, the loan accrues simple interest at 3% per annum. The 55-year term loan is secured by a deed of trust. Commencing on the June 1 after project completion, and on June 1 of each year thereafter, the developer will pay the Agency one-half of the residual receipts to the extent there is residual receipts. Payments will be first credited against accrued interest and then against principal. Any outstanding principal and interest is due and payable in full in June 2055. In September 2001, the Agency made a commitment of an additional \$200,000 due and payable October 1, 2038. Principal and interest outstanding for these loans at June 30, 2008 is \$1,180,541.

(d) Lone Tree Golf Course

During fiscal year 2004-05, the City loaned the Lone Tree Golf Course monies to complete various improvements at the golf course. Annual interest only repayments began August 23, 2005. The loan agreement was amended in December 2007. The new term is for a term of 25 years from December 11, 2007 with interest being calculated based on the City's earnings on idle funds. Under the terms of the amended loan agreement, the next payment due will be in fiscal years 2010-2011. Principal outstanding at June 30, 2008, is \$900,000. During fiscal year 2005-06, the City loaned an additional \$296,220 to the Golf Course for parking lot improvements. The loan is non-interest bearing and due in four equal installments with the second installment due June 15, 2011. Principal outstanding on this loan is \$222,165 at June 30, 2008.

(e) Other Loans

The Agency administers a first time homebuyer loan program for qualified applicants. Principal is due at the end of 30 years or upon default, refinancing, sale or transfer of the property. The Agency is also entitled to a pro-rata share of appreciation on the property when the principal is paid. As of June 30, 2008 there is \$1,105,000 of loans outstanding.

In November 2000, the Antioch Development Agency entered into an 18-month lease agreement for the Vineyard Business Park. The Agency was obligated to lease 33,000 square feet of space until new tenants were assigned, or the end of the agreement, whichever occurred first. The lessor was then obligated to repay rents collected from the Agency at 10% per year for 10 years following the end of the agreement. Repayment of the \$99,753 obligation began in March 2004. The balance outstanding at June 30, 2008 is \$49,877.

CITY OF ANTIOCH

Notes to the Basic Financial Statements, Continued For the Fiscal Year Ended June 30, 2008

NOTE 7 - CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2008 was as follows:

	Balance July 1, 2007	Additions	Reductions	Balance June 30, 2008
Governmental activities				
<i>Capital assets, not being depreciated</i>				
Land	\$ 13,155,342	\$ 232,250	\$ -	\$ 13,387,592
Consturction in progress	16,172,388	9,253,094	11,729,066	13,696,416
Total capital assets, not being depreciated	29,327,730	9,485,344	11,729,066	27,084,008
<i>Capital assets, being depreciated</i>				
Infrastructure	348,199,082	19,497,755	-	367,696,837
Structures and Improvements	38,896,320	1,880,581	-	40,776,901
Equipment	13,471,020	804,402	987,171	13,288,251
Total capital assets, being depreciated	400,566,422	22,182,738	987,171	421,761,989
<i>Less accumulated depreciation for:</i>				
Infrastructure	(95,926,896)	(7,445,691)	-	(103,372,587)
Structures and Improvements	(14,098,611)	(945,032)	-	(15,043,643)
Equipment	(8,725,741)	(952,779)	977,498	(8,701,022)
Total accumulated depreciation	(118,751,248)	(9,343,502)	977,498	(127,117,252)
Total capital assets, being depreciated, net	281,815,174	12,839,236	9,673	294,644,737
Governmental activities capital assets, net	\$ 311,142,904	\$ 22,324,580	\$ 11,738,739	\$ 321,728,745
Business-type activities				
<i>Capital assets, not being depreciated</i>				
Land	3,558,467	-	-	3,558,467
Consturction in progress	25,911,658	530,427	16,036,471	10,405,614
Total capital assets, not being depreciated	29,470,125	530,427	16,036,471	13,964,081
<i>Capital assets, being depreciated</i>				
Water and sewer pipes	108,278,746	4,496,120	-	112,774,866
Structures and Improvements	59,265,549	19,679,264	-	78,944,813
Equipment	3,589,711	46,040	-	3,635,751
Total capital assets, being depreciated	171,134,006	24,221,424	-	195,355,430
<i>Less accumulated depreciation for:</i>				
Water and sewer pipes	(16,018,521)	(1,503,665)	-	(17,522,186)
Structures and Improvements	(28,367,870)	(2,869,752)	-	(31,237,622)
Equipment	(2,984,949)	(73,228)	-	(3,058,177)
Total accumulated depreciation	(47,371,340)	(4,446,645)	-	(51,817,985)
Total capital assets, being depreciated, net	123,762,666	19,774,779	-	143,537,445
Business-type activities capital assets, net	\$ 153,232,791	\$ 20,305,206	\$ 16,036,471	\$ 157,501,526

Construction in Progress

Construction in progress for governmental activities primarily represents work being performed on L Street widening, roadway repairs, signal installations and the Highway 4 Signal Control project.

Construction in progress for business type activities primarily represents work performed on water and sewer main replacement and the water treatment sludge facility project.

CITY OF ANTIOCH

Notes to the Basic Financial Statements, Continued For the Fiscal Year Ended June 30, 2008

Depreciation

Depreciation expense was charged to governmental functions as follows:

General government	\$ 407,593
Public works	7,257,610
Public safety	387,666
Parks and recreation	506,721
Community development	4,209
Depreciation of capital assets held by the City's Internal Service Fund is charged to the various functions based on their usage of the assets	779,703
Total depreciation expense - governmental functions	<u>\$ 9,343,502</u>

Depreciation expense was charged to governmental functions as follows:

Water	\$ 2,595,963
Sewer	899,653
Marina	385,074
Prewett Water Park	565,955
Total depreciation expense - business-type functions	<u>\$ 4,446,645</u>

NOTE 8 - LONG-TERM OBLIGATIONS

(a) Long-Term Debt Composition

Long-term debt at June 30, 2008, consisted of the following:

Type of Indebtedness (Purpose)	Final Maturity	Annual Principal Installment	Interest Rates	Original Issue Amount
Governmental Activities:				
Lease Revenue Bonds:				
2001 Issue - ABAG Golf Course	7/1/31	\$85,000-400,000	3.00-5.25%	\$ 6,300,000
2002 Issue - APFA Municipal Facilities, Series A&B	1/1/32	\$495,000-9,740,000	4.375-5.63%	24,610,000
Total Lease Revenue Bonds				<u>30,910,000</u>
Tax Allocation Bonds:				
1994 - ADA Project 2	1/14/14	\$30,000-585,000	6.70-7.125%	1,475,000
2000 - ADA Project 1 Refunding	9/1/17	\$200,000-1,380,000	4.2-5.0%	14,450,000
Total Tax Allocation Bonds				<u>15,925,000</u>
Total Governmental Activities				<u>46,835,000</u>
Business-Type Activities:				
Water Bonds:				
2003 Issue-APFA Revenue Refunding	7/1/13	\$140,000-770,000	1.25-3.625%	6,405,000
Total Water Bonds				<u>6,405,000</u>
Loans Payable:				
State of California Antioch Marina Loan	8/1/43	\$7,655-122,321	4.7-7.9%	6,500,000
Total Business-Type Activities				<u>12,905,000</u>
Total Primary Government				<u>\$ 59,740,000</u>

CITY OF ANTIOCH

Notes to the Basic Financial Statements, Continued For the Fiscal Year Ended June 30, 2008

(b) Long-Term Obligation Activity

Changes in long-term obligations for the year ended June 30, 2008 are as follows:

	Balance July 1, 2007	Increases	Decreases	Balance June 30, 2008	Amount Due Within One Year
Governmental Activities					
Lease Revenue Bonds	\$ 29,770,000	\$ -	\$ (250,000)	\$ 29,520,000	\$ 290,000
Deferred Amount on Refunding	(370,645)	-	41,183	(329,462)	(41,183)
Unamortized Discount	(104,102)	-	4,337	(99,765)	(4,337)
Unamortized Premiums	228,155	-	(10,377)	217,778	10,377
Tax Allocation Bonds	12,955,000	-	(920,000)	12,035,000	965,000
Capital Lease Obligations	-	-	-	-	-
Claims Liability (Note 12)	410,288	764,302	(579,272)	595,318	344,761
Compensated Absences	2,262,858	428,029	(112,119)	2,578,768	257,877
Total Governmental Activities	\$ 45,151,554	\$ 1,192,331	\$ (1,826,248)	\$ 44,517,637	\$ 1,822,495
Business-Type Activities					
Water bonds	4,900,000	-	(640,000)	4,260,000	\$ 655,000
Deferred Amount on Refunding	(131,185)	-	21,864	(109,321)	(21,864)
Unamortized Premiums	10,693	-	(1,782)	8,911	1,782
Loans Payable	3,932,286	-	(116,110)	3,816,176	121,335
Compensated Absences	402,394	50,136	(18,193)	434,337	43,433
Total Business-Type Activities	\$ 9,114,188	\$ 50,136	\$ (754,221)	\$ 8,410,103	\$ 799,686

Internal service funds predominantly serve the governmental funds. Accordingly, long-term liabilities for them are included as part of the above totals for governmental activities. For the governmental activities, claims and judgments are generally liquidated by the General Fund, and compensated absences are generally liquidated by the cumulative charges for services recorded in the respective governmental funds.

(c) Debt Service Requirements

As of June 30, 2008, annual debt service requirements of governmental activities to maturity are as follows:

Year ending June 30:	Lease Revenue Bonds		Tax Allocation Bonds	
	Principal	Interest	Principal	Interest
2009	290,000	\$ 1,594,014	\$ 965,000	\$ 572,301
2010	335,000	1,581,857	1,010,000	527,501
2011	420,000	1,566,800	1,065,000	479,650
2012	470,000	1,545,773	1,225,000	427,840
2013	525,000	1,521,830	1,290,000	364,629
2014-2018	3,615,000	7,124,663	6,480,000	820,873
2019-2023	5,725,000	5,914,381	-	-
2024-2028	6,415,000	4,062,194	-	-
2029-2033	11,725,000	2,405,204	-	-
Total	\$ 29,520,000	\$ 27,316,716	\$ 12,035,000	\$ 3,192,794

Interest payments and lease revenue bond retirements are serviced by revenues generated by the General Fund and tax increment from the Agency.

Principal and interest payments on the lease revenue bonds are payable from any revenue lawfully available to the City for the purpose of payment of Base Rental Payments. The total principal and interest remaining to be paid on the bonds is \$56,836,716. For the current year, principal and interest paid were \$1,854,308.

CITY OF ANTIOCH

Notes to the Basic Financial Statements, Continued For the Fiscal Year Ended June 30, 2008

The tax allocation bonds are secured by property tax increments. The total principal and interest remaining to be paid on the bonds is \$15,227,794. For the current year, principal and interest paid were \$1,534,344 and property tax increment net revenues were \$1,538,217. The tax allocation bonds required 100 % of net revenues.

As of June 30, 2008, annual debt service requirements of business-type activities to maturity are as follows:

Year ending June 30:	Water Bonds		Marina Loans	
	Principal	Interest	Principal	Interest
2009	\$ 655,000	\$ 125,856	\$ 121,335	\$ 171,728
2010	675,000	108,363	126,795	166,268
2011	695,000	87,813	132,501	160,562
2012	720,000	65,688	138,463	154,600
2013	745,000	40,950	144,694	148,369
2014-2018	770,000	13,956	763,358	639,519
2019-2023	-	-	461,663	494,536
2024-2028	-	-	517,844	389,101
2029-2033	-	-	645,327	261,618
2034-2038	-	-	693,071	105,195
2039-2043	-	-	71,125	3,857
Total	<u>\$ 4,260,000</u>	<u>\$ 442,626</u>	<u>\$ 3,816,176</u>	<u>\$ 2,695,353</u>

Pursuant to the agreement, the annual principal and interest payments on the water bonds is solely from the net water revenues received and receivable. The total principal and interest remaining to be paid on the bonds is \$4,702,626. For the current year, principal and interest paid were \$779,625 and water net revenues were \$1,621,680. The water bonds required 48% of net revenues.

(d) Special Assessment Debt without City Commitment

The City is the collecting and paying agent for other special assessment debt, but has no direct or contingent liability or moral obligation for the payment of this debt. Therefore, this debt is not included in the City's financial statements. Cash held by the City on behalf of this district is recorded in the Agency Funds of the City. This districts' outstanding debt balance at June 30, 2008 are as follows:

Lone Diamond Reassessment Revenue Bonds	<u>\$46,795,000</u>
Total	<u>\$46,795,000</u>

(e) Legal Debt Limit

As of June 30, 2008, the City's debt limit and legal debt margin (15% of valuation subject to taxation) was \$1,669,214,064.

NOTE 9 - NET ASSETS/FUND BALANCES

The government-wide and proprietary fund financial statements utilize a net assets presentation. Net assets are categorized as invested capital assets (net of related debt), restricted and unrestricted.

Invested In Capital Assets, Net of Related Debt - This category groups all capital assets, including infrastructure, into one component of net assets. Accumulated depreciation and the outstanding balances of debt that are attributable to the acquisition, construction or improvement of these assets reduce the balance in this category.

CITY OF ANTIOCH

Notes to the Basic Financial Statements, Continued For the Fiscal Year Ended June 30, 2008

Restricted Net Assets - This category presents external restrictions imposed by creditors, grantors, contributors or laws or regulations of other governments and restrictions imposed by law through constitutional provisions or enabling legislation.

Unrestricted Net Assets - This category represents net assets of the City, not restricted for any project or other purpose.

In the fund financial statements, reserves and designations segregate portions of fund balance that are either not available or have been earmarked for specific purposes. The various reserves and designations are established by actions of the City Council and management and can be increased, reduced, or eliminated by similar actions.

As of June 30, 2008 reservations of fund balance are described below:

- *Advances to other funds* - to reflect a reserve equal to the recorded amount of advances to other funds.
- *Housing* - to reflect funds held for housing programs.
- *Construction* - to reflect the funds held for the construction on specific projects such as bridge construction costs within various assessment districts.
- *Petty cash and prepaid items* - to reflect a reserve equal to the recorded amount of petty cash and prepaid items. Indicates that a portion of fund balance is not available for future appropriations.
- *Encumbrances* - to reflect the outstanding contractual obligations for which goods and services have not been received.
- *Land held for redevelopment* - to reflect the Agency's investment in land held for redevelopment not available for future appropriation.
- *Debt Service* - to reflect the funds held by trustees or fiscal agents for future payment of bond principal and interest. These funds are not available for general operations.

Portions of unreserved fund balance may be designated to indicate tentative plans for financial resource utilization in a future period, such as for general contingencies or capital projects. Such plans or intent are subject to change and have not been legally authorized or may not result in expenditures. The City designates the General Fund's fund balance for economic uncertainty, litigation and mandated liabilities. Designations in the Special Revenue funds are for sports field maintenance costs and community parks projects.

NOTE 10 - PENSION PLAN

(a) Plan Description

All permanent employees are eligible to participate in the Public Employees' Retirement Fund (the Fund) of California Public Employees' Retirement System (CALPERS). The Fund is an agent multiple-employer defined benefit plan that acts as a common investment and administrative agent for various local and state governmental agencies within the State of California. The fund provides retirement, disability, and death benefits based on the employees' years of service, age and final compensation. Employees vest after five years of service and may receive retirement benefits at the age of 50 for public safety personnel or age 55 for miscellaneous employees. These benefit provisions and all other requirements are established by State statute and City ordinance. Copies of the Fund's annual financial report may be obtained from CALPERS' executive office: 400 P Street, Sacramento, CA 95814. A separate report for the City's plan within the Fund is not available.

CITY OF ANTIOCH

Notes to the Basic Financial Statements, Continued For the Fiscal Year Ended June 30, 2008

(b) Funding Policy

Public safety employees and all other employees have an obligation to contribute 9% and 8%, respectively, of their salary to the Fund. The City contributes the entire 9% for sworn police safety employees, the entire 8% for nonsworn police safety employees, and 7% of the 8% of all other employees on their behalf and for their account. The City is required to contribute at an actuarially determined rate. The required employer contribution rates for fiscal year 2007/08 were 14.852% for miscellaneous employees and 24.877% for safety employees of annual covered payroll. The contribution requirements of the plan members are established by State statute, and the employer contribution rate is established and may be amended by CALPERS.

(c) Annual Pension Cost

For fiscal year 2007/08, the City's annual pension cost of \$5,181,659 was equal to the required contributions. The required contribution was determined as part of the June 30, 2005, actuarial valuation using the entry age normal actuarial cost method. This is a projected benefit cost method, which takes into account those benefits that are expected to be earned in the future as well as those already accrued. The actuarial assumptions included (a) 7.75% investment rate of return (net of administrative expenses); (b) projected salary increases that range from 3.25% to 14.45% (13.15% for safety plan) depending on age, service, and type of employment; (c) inflation of 3.0%; (d) payroll growth of 3.25%; and (e) individual salary growth based on a merit scale varying by duration of employment coupled with an assumed annual inflation component of 3.0% and an annual production growth of 0.25%. The actuarial value of the Fund's assets was determined using a technique that smoothes the effect of short-term volatility of the market value of investments over a three-year period. Unfunded actuarial accrued liability (UAAL) (or excess assets) is being amortized as a level percentage of projected payroll costs on a closed basis. The remaining amortization period as of June 30, 2005, was 31 years and 18 years for the safety and miscellaneous plans, respectively.

(d) Three-Year Trend Information

The following table shows the City's required contributions and the percentage contributed, for the current year and each of the preceding two years.

Fiscal Year Ended	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
6/30/2006	4,393,493	100.0%	-
6/30/2007	4,536,441	100.0%	-
6/30/2008	5,181,659	100.0%	-

(e) Status and Funding Progress

Miscellaneous Employees: As of June 30, 2007, the most recent actuarial valuation date, the plan was 100.3% funded. The actuarial accrued liability for benefits was \$99,987,007, and the actuarial value of assets was \$86,489,407, resulting in an unfunded accrued liability of \$13,497,600.

CITY OF ANTIOCH

**Notes to the Basic Financial Statements, Continued
For the Fiscal Year Ended June 30, 2008**

**Miscellaneous Employees Retirement System
Funded Status of Plan**

Valuation Date:*	Entry Age Normal Accrued Liability	Actuarial Value of Assets	Unfunded Liability	Funded Status		Annual Covered Payroll	Unfunded Liability As A % of Payroll
				AVA	MVA		
6/30/07	\$99,987,007	\$86,489,407	\$13,497,600	86.5%	100.3%	\$16,285,809	82.9%

Public Safety Employees: As of June 30, 2007, the most recent actuarial valuation date, the plan was 102.4% funded. The actuarial accrued liability for benefits was \$73,444,432, and the actuarial value of assets was \$64,900,552, resulting in an unfunded accrued liability of \$8,543,880.

**Public Safety Employees Retirement System
Funded Status of Plan**

Valuation Date:*	Entry Age Normal Accrued Liability	Actuarial Value of Assets	Unfunded Liability	Funded Status		Annual Covered Payroll	Unfunded Liability As A % of Payroll
				AVA	MVA		
6/30/07	\$73,444,432	\$64,900,552	\$8,543,880	88.4%	102.4%	\$9,352,475	91.4%

*most current information

NOTE 11 - POST EMPLOYMENT MEDICAL BENEFITS

(a) Medical After Retirement Plan Trust

Plan Description. City of Antioch provides postretirement medical benefits to all eligible employees and their surviving spouses under the provisions of three formal City-sponsored plans. The effective date varies based upon the employee's classification and related memorandum of understanding (MOU). For all employees who retire from service (either regular retirement or disability retirement), the City shall pay a portion of their medical premiums based on their respective MOU currently in effect. The City's contributions are advanced-funded on an actuarially determined basis and recorded in the CalPERS Trust (CERBT). As of June 30, 2008, there were 360 active participants and there were 137 retired participants eligible to receive post employment health care benefits. The City currently maintains three Internal Service Funds to account for the payment of retiree medical benefits and reimbursements for these costs from the trust. The City makes contributions to the CERBT based on a percentage of active employee payroll.

Funding Policy. There is no requirement imposed by CalPERS, to contribute any amount beyond the pay-as-you-go contributions. The cost of monthly insurance premiums may be shared between the retiree and the City. The cost sharing varies depending on: date of hire; the dependent status; and plan selected. A minimum employer monthly contribution requirement is established and may be amended by the CalPERS Board of Administration and applicable laws. Within the parameters of the law, individual contracting agencies, such as the City, are allowed to establish and amend the level of contributions made by the employer towards the monthly cost of the plans. Changes to the employer contribution amount towards retiree benefits are recorded in a resolution adopted by the City Council. The City has elected a two year amortization period for the OPEB plan assets deposited into the CERBT, as permits under GASB Statement 45 to paragraph 13F, amortization periods allow for a maximum of 30 years with no minimum years.

CITY OF ANTIOCH

Notes to the Basic Financial Statements, Continued For the Fiscal Year Ended June 30, 2008

The City has established a policy to make contributions, for the purpose of funding its calculated obligations over a period of time, with the intent to make the full ARC contributions (9.6% of payroll for fiscal year 2008) to the CERBT each year. The amount necessary to fund future benefits is based on projections from the June 30, 2007 Actuarial Study completed by Bartel and Associates, LLC in accordance with GASB Statement 45, *Accounting and Financial Reporting for Postemployment Benefits Other than Pensions*.

For fiscal year 2008, the City made a total of \$8,299,321 in contributions, of which \$2,653,000 represented current contributions and \$5,646,321 represented amounts added to the CERBT as a net OPEB asset to set aside funds for future benefits.

Annual OPEB Cost and Net OPEB Obligation. The City's annual Other Post Employment Benefit (OPEB) cost (expense) is calculated based on the Annual Required Contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The following table shows the components of the City of Antioch annual OPEB costs for the year, the amount actually contributed to the plan, and changes in the City's net OPEB obligation to the City Retiree Health Plan:

Annual Required Contributions	\$ 2,653
Interest on net OPEB obligation	-
Adjustment to annual required contributions	-
Annual OPEB Cost	2,653
Contributions Made	8,299
Increase in net OPEB obligation	5,646
Net OPEB Asset - beginning of year	-
Net OPEB Asset - end of year	\$ 5,646

The following shows the calculation of the Annual Required Contributions for FY 2008:

Normal Cost at Year End	\$ 1,131
Amortization of UAAL	1,522
Annual Required Contribution (ARC)	\$ 2,653

The City's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB asset for FY2008 and the two previous years were as follows:

Fiscal Year Ended	Annual OPEB Cost	% of Annual OPEB Contributed	Pension Asset
6/30/2006	n/a	n/a	n/a
6/30/2007	n/a	n/a	n/a
6/30/2008	\$ 2,653	313%	\$ 5,646

Funded Status and Funding Progress. As of June 30, 2007, the most recent actuarial valuation date, the plan was not funded. Therefore, both the actuarial accrued liability for benefits and the unfunded actuarial accrued liability (UAAL) equaled \$24,414.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

CITY OF ANTIOCH

Notes to the Basic Financial Statements, Continued For the Fiscal Year Ended June 30, 2008

Actuarial Methods and Assumptions. Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

(b) Medical After Retirement Plan Account

Employees hired after September 1, 2007 are not eligible for post employment medical benefits as defined in the previous plan. The City has created a medical after retirement program in which the City will contribute 1.5% of the employee's base monthly salary into an account established for the employee to be used for future medical benefits. The City will match an additional amount of up to 1.0% of the employee contribution, for a total City contribution not to exceed 2.5%. Employees have the right to their individual plan upon separation of employment. As of June 30, 2008, there were 16 participants in the plan. During the year, the City contributed \$5,927 towards employee accounts.

NOTE 12 - RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disaster. The City currently reports its risk management activities in its General Fund and Loss Control Internal Service Fund.

The City participates in the Municipal Pooling Authority (MPA), a joint powers agency (risk-sharing pool) established to provide an independently managed self-insurance program for members. The purpose of MPA is to spread the adverse effect of losses among the member agencies and to purchase excess insurance as a group, thereby reducing its expense.

The City's deductibles and maximum coverage follow:

Coverage	Deductible	MPA	Excess Liability
General liability	\$50,000	\$50,001-\$1,000,000	\$1,000,001-\$15,000,000
Workers compensation	\$0	\$0-\$500,000	\$500,001-\$50,000,000
Property damage	\$5,000 5%, min. \$100,000 earthquake \$100,000 per occurrence flood	\$0	\$500 million at risk \$25 million Flood/earthquake

The City contributes its pro rata share of anticipated losses to a pool administrated by MPA. Should actual losses among participants be greater than the anticipated losses, the City will be assessed retrospectively its pro rata share of that deficiency. Conversely, if the actual losses are less than anticipated, the City will be refunded its pro rata share of the excess. The City paid premiums of \$1,982,763 during the year ended June 30, 2008. MPA has obtained excess coverage in the amount of \$14,000,000 for total coverage of \$15,000,000 through participation in the California Joint Powers Risk Management Association. MPA has also purchased excess property damage coverage through various commercial carriers. Settled claims have not exceeded this excess liability coverage in any of the past three fiscal years.

CITY OF ANTIOCH

Notes to the Basic Financial Statements, Continued For the Fiscal Year Ended June 30, 2008

Claims expenditures and liabilities are reported when it is probable that a loss has occurred and the amount of that loss can be reasonably estimated and includes incremental claim expenses. Allocated and unallocated claims adjustment expenditures are included in the liability balance. These losses include an estimate of claims that have been incurred but not reported. The claim liability balances at June 30, 2008 are discounted at 6.0%. This liability is the City's best estimate based on available information. Changes in the reported liability resulted from the following:

	Beginning of Fiscal Year Liability	Claims Deductibles and Charges in Estimates	Payments	End of Fiscal Year Liability
2005-2006	\$ 273,544	\$ 118,789	\$ 129,888	\$ 262,445
2006-2007	262,445	747,342	599,499	410,288
2007-2008	410,288	764,302	579,272	595,318

NOTE 13 - JOINT POWERS AGREEMENTS

(a) Antioch Area Public Facilities Financing Agency

The City and Antioch Unified School District (School District) are members of the Antioch Area Public Facilities Financing Agency (AAPFFA), a community facilities district comprising part of the City and the School District. The AAPFFA was formed to finance construction and acquisition of school facilities for the School District and public facilities for the City. The AAPFFA is controlled by a governing board consisting of seven members: two members of the City Council, two members of the District Board and three members from the general public. The board controls the operation and finances of the AAPFFA independent of influence by the City, and the AAPFFA is therefore excluded from the City's reporting entity.

The AAPFFA has issued Special Tax Bonds to finance various school district and City projects. These bonds are to be repaid out of a special tax levied on property owners of the community facilities district comprising the AAPFFA. During the fiscal year ended June 30, 2008 the AAPFFA contributed \$1,188,295 of bond proceeds to the City to finance construction of the City's Prewett Community Park. This contribution has been recorded as revenue from other agencies in the City's Capital Projects Funds. The City acts as fiscal agent for the AAPFFA. The City's Finance Department maintains accounting records and processes receipts and disbursements. The AAPFFA's financial statements are available by contacting the City of Antioch, Finance Department, P.O. Box 5007, Antioch, CA 94531-5007, 925-779-7055.

(b) Contra Costa County Home Mortgage Finance Authority

The City and Contra Costa County are members of the Contra Costa Home Mortgage Financing Authority (Home Mortgage). The Home Mortgage issued 1984 Home Mortgage Revenue Bonds for the purpose of facilitating the financing of low-income home mortgages in the City and County. The City made no contributions to the Home Mortgage during the fiscal year ended June 30, 2008. The Home Mortgage is governed by a board consisting of representatives of the County and City. The board controls the operations and finances of the Authority, independent of influence by the City. Therefore, the Home Mortgage is excluded from the City's reporting entity. The Home Mortgage's financial statements are available by contacting the Contra Costa County Community Development Department, 651 Pine Street, Martinez, CA 94553-1229, 925-646-4208.

CITY OF ANTIOCH

Notes to the Basic Financial Statements, Continued For the Fiscal Year Ended June 30, 2008

NOTE 14 - COMMITMENTS AND CONTINGENCIES

(a) Grants

The City participates in Federal and State grant programs. These programs have been audited by the City's independent auditors in accordance with the provisions of the Federal Single Audit Act

Amendments of 1996, and applicable Federal and State requirements. No cost disallowances were proposed as a result of these audits; however, these programs are still subject to further examination by the grantors and the amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time. The City expects such amounts, if any, to be immaterial.

(b) Pending Litigation

The City is a defendant in a number of lawsuits, which have arisen in the normal course of business. While substantial damages are alleged in some of these actions, their outcome cannot be predicted with certainty. In the opinion of the City Attorney, these actions when finally adjudicated will not have a material adverse effect on the financial position of the City.

(c) Slatten Ranch

Slatten Ranch Regional Retail Shopping Center Agreements - When the Slatten Ranch regional retail shopping center was contemplated, the City and developers recognized the significant street and traffic improvements would be necessary to make the project possible. Slatten Ranch developers and retailers were encouraged to locate in Antioch due to the City's announced intention to participate in the infrastructure costs. The City agreed to pay the shopping center developers \$2,000,000 in ten annual installment payments of \$200,000 each (no interest). The first payment was made on June 18, 2005, and the final payment is due on June 18, 2014. The second reimbursement agreement required the City to pay Slatten Ranch Regional Retail Shopping Center a cash \$500,000 down payment toward the cost of the shopping center developers' extension of Lone Tree Way (\$741,964) upon the Target Store opening for business (October 6, 2003), followed by two annual payments thereafter of the remaining construction cost, plus 8% interest.

(d) Nokes

On December 3, 2002, the City of Antioch/Antioch Development Agency signed an agreement with Thomas Nokes of the Antioch Auto Center (Nokes). This agreement provided assistance for Nokes to purchase and remodel the auto dealership site at 1810 Somersville Road and various improvements on properties owned by Nokes that make up the Antioch Auto Center. The major improvements are the Nissan and Toyota dealerships. The transaction involved two separate agreements, one with the City and one with the Agency.

In order for Nokes to remain in the City, the Agency agreement offered incentives for Nokes to purchase the 1810 Somersville Road Toyota dealership. Nokes agreed not to move any of his dealerships from Antioch for at least 10 years. If this provision is violated, Nokes is obligated to repay the Agency all money received from the Agency, plus interest at the then current Bay Area CPI index. Under the Agency agreement, Nokes was required to purchase the 1810 Somersville location, upon which the Agency was required to pay Nokes \$600,000 upon receiving proof of ownership of the 1810 Somersville location. In addition, the City is obligated to make a maximum payment to Nokes of \$2.4 million. These payments are to be calculated from sales taxes generated by the Nokes dealerships, based upon 25% of such sales tax proceeds. Payments will continue until the maximum payment amount is reached. As of June 30, 2008, the City has paid \$1,234,172 towards this agreement.

(f) Construction Commitments

Among the significant construction commitments were \$3.63 million towards street projects such as the Sierre Crete Road repair, Hillcrest/Hwy 4 Bridge streets, and Hillcrest/Deer Valley Avenue off ramp street improvements.

REQUIRED SUPPLEMENTAL INFORMATION

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City of Antioch
Required Supplementary Information
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2008

Schedule of Revenues and Transfers In - General Fund

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
FUNCTION/ACTIVITY:				
TAXES				
Property secured	\$ 10,138,432	\$ 10,339,236	\$ 10,318,531	\$ (20,705)
Property in lieu of VLF	7,726,843	7,900,421	7,900,421	-
Property unsecured	330,000	337,279	332,662	(4,617)
Property other	400,000	400,000	502,110	102,110
Sales and use tax	12,515,638	11,788,973	11,725,040	(63,933)
Motor vehicle in-lieu	650,000	600,000	455,010	(144,990)
Transient lodging tax	206,000	206,000	252,191	46,191
Franchises - other	6,900	6,900	23,288	16,388
Franchises - gas	210,000	200,013	200,014	1
Franchises - electric	381,262	347,407	347,407	-
Franchises - cable TV	901,085	901,085	897,255	(3,830)
Franchises - garbage	831,691	831,691	886,123	54,432
Business license tax (Gross Receipts)	1,099,500	1,125,000	1,243,313	118,313
Property transfer tax	600,000	300,000	333,299	33,299
Total taxes	35,997,351	35,284,005	35,416,664	132,659
LICENSES AND PERMITS				
Bicycle licenses	50	10	(10)	(20)
Building permits	1,600,000	1,300,000	1,343,076	43,076
Street & curb permits	80,000	45,000	43,133	(1,867)
Wide vehicle/overload	25,000	12,000	14,288	2,288
Total licenses and permits	1,705,050	1,357,010	1,400,487	43,477
FINES AND PENALTIES				
Vehicle code fines	95,000	55,000	62,526	7,526
Non-traffic fines	60,000	42,000	45,941	3,941
Total fines and penalties	155,000	97,000	108,467	11,467
INVESTMENT INCOME AND RENTALS				
Investment income	275,000	330,000	567,682	237,682
Rent and concessions	225,000	295,000	357,676	62,676
Total investment income and rentals	500,000	625,000	925,358	300,358
REVENUE FROM OTHER AGENCIES				
Homeowners property tax relief	60,000	60,000	119,460	59,460
P.O.S.T. reimbursements	60,000	60,000	51,615	(8,385)
State mandated reimbursements	100,000	100,000	40,208	(59,792)
Grant reimbursements	8,000	86,800	79,086	(7,714)
Total revenue from other agencies	\$ 228,000	\$ 306,800	\$ 290,369	\$ (16,431)

(Continued)

City of Antioch
Required Supplementary Information, Continued
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2008

Schedule of Revenues and Transfers In - General Fund

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
FUNCTION/ACTIVITY, Continued:				
CURRENT SERVICE CHARGES				
Sales of maps	\$ 1,000	\$ 200	\$ 176	\$ (24)
Administrative services	98,600	127,982	133,759	5,777
Special police services	851,112	846,023	840,183	(5,840)
False alarm fees	55,000	55,000	58,155	3,155
Plan checking fees	1,050,000	940,000	993,472	53,472
Planning fees	390,500	217,100	245,780	28,680
Inspection fees	400,000	345,000	469,723	124,723
Special public works services	16,900	16,900	17,554	654
Other service charges	306,640	25,000	25,131	131
Assessment fees	157,750	420,200	359,646	(60,554)
Charges for services	6,309,065	6,309,065	6,309,065	-
Billings to Department	379,154	362,515	336,049	(26,466)
Total current service charges	10,015,721	9,664,985	9,788,693	123,708
OTHER REVENUES				
Miscellaneous revenue	397,522	358,193	391,715	33,522
OTHER FINANCING SOURCES				
Transfers in:				
Gas Tax Fund	510,000	510,000	510,000	-
Pollution Elimination	165,000	165,000	184,800	19,800
Street Impact	400,000	600,000	600,000	-
Street Light and Landscape Maintenance Districts	442,429	442,429	442,429	-
Supplementary Law Enforcement Grant	142,000	198,500	204,839	6,339
Local Law Enforcement Block Grant	57,000	61,394	56,550	(4,844)
Traffic Safety	150,000	95,000	94,970	(30)
Sierra Crete	-	20,000	20,000	-
ADA Project #1	50,000	50,000	50,000	-
Total transfers in	1,916,429	2,142,323	2,163,588	21,265
Total general fund revenues and transfers in	\$ 50,915,073	\$ 49,835,316	\$ 50,485,341	\$ 338,200

(Concluded)

City of Antioch
Required Supplementary Information, Continued
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2008

Schedule of Expenditures and Transfers Out - General Fund

FUNCTION/ACTIVITY:	Budget		Actual	Variance
	Original	Final		
GENERAL GOVERNMENT				
City Council	\$ 188,032	\$ 161,513	\$ 185,979	\$ (24,466)
City Attorney	909,989	1,197,714	1,074,699	123,015
City Manager	881,222	813,297	828,618	(15,321)
City Clerk	310,211	262,441	261,353	1,088
City Treasurer	249,856	253,465	235,635	17,830
Personnel Services	722,681	748,822	555,812	193,010
Economic Development	1,133,009	1,273,122	1,138,121	135,001
Finance/Purchasing	2,592,774	2,443,735	2,294,076	149,659
Printing/Mail	243,957	201,858	181,007	20,851
Warehouse & Central Stores	16,412	29,460	28,522	938
Emergency Services	73,692	76,946	71,736	5,210
Non-Departmental	1,042,525	1,475,999	1,472,543	3,456
Total general government	8,364,360	8,938,372	8,328,101	610,271
PUBLIC WORKS				
Maintenance Administration	370,203	336,743	329,549	7,194
General Maintenance Services	275,411	284,691	275,634	9,057
Street Maintenance	1,833,739	1,960,166	1,927,962	32,204
Signal & Street Lighting	1,266,290	1,180,290	1,099,477	80,813
Striping & Signing	921,741	871,698	838,116	33,582
Facilities Maintenance	509,874	956,017	713,272	242,745
Park Maintenance	1,073,816	1,084,279	799,428	284,851
Median and General Landscape	828,016	815,541	808,493	7,048
Total public works	7,079,090	7,489,425	6,791,931	697,494
PUBLIC SAFETY				
Administration	4,644,597	4,595,185	4,423,884	171,301
Police Reserve	16,104	19,144	18,594	550
Prisoner Custody	545,977	284,689	269,509	15,180
Community Policing Division	15,441,726	16,451,313	16,486,899	(35,586)
Traffic Division	865,120	783,740	823,871	(40,131)
Investigation	2,468,588	2,421,331	2,426,978	(5,647)
Narcotics	764,722	930,936	937,377	(6,441)
Communications	1,981,926	2,334,259	2,284,140	50,119
R.E.A.P. Program	422,344	380,322	362,354	17,968
Community Volunteer	64,159	59,610	49,389	10,221
Facility Maintenance	624,946	642,335	571,177	71,158
Total public safety	27,840,209	28,902,864	28,654,172	248,692
PARKS AND RECREATION				
Community Services	39,223	63,758	54,897	8,861
Total parks and recreation	\$ 39,223	\$ 63,758	\$ 54,897	\$ 8,861

(Continued)

City of Antioch
Required Supplementary Information, Continued
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2008

Schedule of Expenditures and Transfers Out - General Fund

	Budget		Actual	Variance
	Original	Final		
COMMUNITY DEVELOPMENT				
Office of the Director	\$ 684,001	\$ 675,961	\$ 679,851	\$ (3,890)
Land Planning Services	1,270,868	1,160,510	1,093,834	66,676
Neighborhood Improvement	982,640	1,005,767	1,020,448	(14,681)
Capital Improv/Engineering Administration	315,143	327,456	332,122	(4,666)
Engineering Services	510,035	517,489	524,855	(7,366)
Engineering and Land Development	2,305,472	2,117,266	2,059,745	57,521
Building Inspections	1,368,548	1,329,994	1,323,085	6,909
Total community development	7,436,707	7,134,443	7,033,940	100,503
Total current expenditures	50,759,589	52,528,862	50,863,041	1,665,821
CAPITAL OUTLAY				
General Government:				
City Council	12,000	12,000	-	12,000
Personnel Services	-	21,000	-	21,000
Public Works:				
Striping & Signing	10,000	10,000	-	10,000
Facilities Maintenance	79,000	-	-	-
Public Safety:				
Community Volunteer	-	5,263	5,262	1
Community Development				
Neighborhood Improvement	9,000	1,955	-	1,955
Engineering and Land Development	10,000	-	-	-
Building Inspections	38,500	15,000	15,000	-
Total capital outlay	158,500	65,218	20,262	44,956
OTHER FINANCING USES:				
Transfers out:				
Animal Control	618,518	577,776	489,538	88,238
Antioch WaterPark	550,000	662,000	670,503	(8,503)
Recreation	600,000	657,000	608,250	48,750
Auxiliary Property	25,000	25,000	25,000	-
Downtown Street Light & Landscape District	87,205	87,205	87,205	-
Citywide 2A Maintenance District	88,262	88,262	88,262	-
Capital Improvement Fund	160,000	160,000	160,000	-
Total transfers out	2,128,985	2,257,243	2,128,758	128,485
Total general fund expenditures and transfers out	\$ 53,047,074	\$ 54,851,323	\$ 53,012,061	\$ 1,839,262

(Concluded)

City of Antioch
Required Supplementary Information, Continued
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2008

Special Revenue Fund - Housing and Community Development

	Budget		Actual	Variance
	Original	Final		
REVENUES:				
Investment income and rentals	\$ 8,000	\$ 13,000	\$ 10,859	\$ (2,141)
Revenue from other agencies	2,395,391	2,224,295	1,746,301	(477,994)
Other	-	-	2,100	2,100
Total revenues	2,403,391	2,237,295	1,759,260	(478,035)
EXPENDITURES:				
Current:				
Community development	1,176,283	1,205,406	1,195,881	9,525
Capital outlay	680,000	680,000	401,640	278,360
Total expenditures	1,856,283	1,885,406	1,597,521	287,885
REVENUES OVER (UNDER) EXPENDITURES	547,108	351,889	161,739	(190,150)
OTHER FINANCING SOURCES (USES):				
Transfers (out)	(540,900)	(611,900)	(490,519)	121,381
Total other financing sources (uses)	(540,900)	(611,900)	(490,519)	121,381
Net change in fund balances	\$ 6,208	\$ (260,011)	(328,780)	\$ (68,769)
FUND BALANCES:				
Beginning of year			333,278	
End of year			\$ 4,498	

City of Antioch
Required Supplementary Information, Continued
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2008

Special Revenue Fund - Low and Moderate Income Housing

	Budget			
	Original	Final	Actual	Variance
REVENUES:				
Investment income and rentals	\$ 50,000	\$ 75,000	\$ 109,315	\$ 34,315
Other	50,000	25,000	21,176	(3,824)
Total revenues	100,000	100,000	130,491	30,491
EXPENDITURES:				
Current:				
Community development	673,706	1,064,506	1,554,460	(489,954)
Capital outlay	675,000	825,000	-	825,000
Total expenditures	1,348,706	1,889,506	1,554,460	335,046
REVENUES OVER (UNDER) EXPENDITURES	(1,248,706)	(1,789,506)	(1,423,969)	365,537
OTHER FINANCING SOURCES (USES):				
Transfers in	1,401,437	1,448,023	1,474,993	26,970
Total other financing sources (uses)	1,401,437	1,448,023	1,474,993	26,970
Net change in fund balances	\$ 152,731	\$ (341,483)	51,024	\$ 392,507
FUND BALANCES:				
Beginning of year			5,614,118	
End of year			\$ 5,665,142	

CITY OF ANTIOCH

**Notes to Required Supplementary Information
For the Fiscal Year Ended June 30, 2008**

REQUIRED SUPPLEMENTARY INFORMATION UNFUNDED LIABILITY

**Miscellaneous Employees Retirement System
Funded Status of Plan**

Valuation Date	Entry Age Normal Accrued Liability	Actuarial Value of Assets	Unfunded Liability	Funded Status		Annual Covered Payroll	Unfunded Liability as a % of Payroll
				AVA	MVA		
6/30/2005	\$ 82,890,351	\$ 73,092,208	\$ 9,798,143	88.2%	90.7%	\$ 14,499,800	67.6%
6/30/2006	92,301,166	79,623,019	12,678,147	86.3%	91.4%	15,097,466	84.0%
6/30/2007	99,987,007	86,489,407	13,497,600	86.5%	100.3%	16,285,809	82.9%

**Public Safety Employees Retirement System
Funded Status of Plan**

Valuation Date	Entry Age Normal Accrued Liability	Actuarial Value of Assets	Unfunded Liability	Funded Status		Annual Covered Payroll	Unfunded Liability as a % of Payroll
				AVA	MVA		
6/30/2005	\$ 62,137,110	\$ 54,213,048	\$ 7,924,062	87.2%	89.9%	\$ 8,443,071	93.9%
6/30/2006	68,261,601	54,406,817	8,854,784	79.7%	92.3%	8,544,101	103.6%
6/30/2007	73,444,432	64,900,552	8,543,880	88.4%	102.4%	9,325,475	91.4%

**California Employers' Retiree Benefit Trust¹
Funded Status of Plan**

Valuation Date	Actuarial Accrued Liability (AAL)	Actuarial Plan Assets	Unfunded Actuarial Accrued Liability (UAAL)	Unfunded Liability as a % of AAL	Projected Payroll	Annual Required Contribution (ARC)	ARC as % of Payroll
6/30/2005	N/A	N/A	N/A	N/A	N/A	N/A	N/A
6/30/2006	N/A	N/A	N/A	N/A	N/A	N/A	N/A
6/30/2007	\$ 24,414	-	\$ 24,414	100.0%	\$ 23,360	\$ 2,653	11.4%

*Most recent data available
¹Amounts in 000's

CITY OF ANTIOCH

Notes to Required Supplementary Information For the Fiscal Year Ended June 30, 2008

BUDGETARY BASIS OF ACCOUNTING

The City follows these procedures in establishing the budgetary data reflected in the required supplementary information:

1. The City Manager submits to the City Council a proposed operating budget for the fiscal year commencing the following July 1. The operating budget includes proposed expenditures and the means of financing them.
2. Public hearings are conducted to obtain taxpayer comments.
3. The budget is legally enacted through passage of a minute order.
4. The City Manager is authorized to transfer budgeted amounts between departments within any fund; however, any revisions that increase the total expenditures of any fund must be approved by the City Council. Expenditures may not legally exceed budgeted appropriations at the fund level without City Council approval.
5. The City annually adopts a budget for its General Fund, certain Special Revenue Funds and certain Capital Projects Funds. Debt Service Funds budgetary control is achieved through bond indenture provisions.
6. Budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America. Amounts presented include amendments approved by the City Council.
7. Encumbrance accounting is employed as an extension of formal budgetary integration in the City's governmental funds. Encumbrances outstanding at year end are reported as reservations of fund balances, since they do not yet constitute expenditures or liabilities. Encumbrances are reappropriated in the following year. Unexpended appropriations lapse at year end.

SUPPLEMENTAL INFORMATION

City of Antioch
Budgetary Comparison Schedule
Capital Improvement Fund - Major Fund
For the Fiscal Year Ended June 30, 2008

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income and rentals	\$ 75,000	\$ 55,869	\$ 61,845	\$ 5,976
Revenue from other agencies	1,014,359	411,705	411,705	-
Current service charges	40,000	40,200	53,603	13,403
Other	-	663,534	663,534	-
Total revenues	1,129,359	1,171,308	1,190,687	19,379
EXPENDITURES:				
Current:				
Public works	39,638	1,644,281	1,257,606	386,675
Capital outlay	1,154,000	1,529,887	1,389,336	140,551
Total expenditures	1,193,638	3,174,168	2,646,942	527,226
REVENUES OVER (UNDER) EXPENDITURES	(64,279)	(2,002,860)	(1,456,255)	546,605
OTHER FINANCING SOURCES (USES):				
Transfers in	1,044,900	1,115,900	994,519	(121,381)
Total other financing sources (uses)	1,044,900	1,115,900	994,519	(121,381)
Net change in fund balances	\$ 980,621	\$ (886,960)	(461,736)	\$ 425,224
FUND BALANCES:				
Beginning of year			480,775	
End of year			\$ 19,039	

City of Antioch
Budgetary Comparison Schedule
Sierra Crete Fund - Major Fund
For the Fiscal Year Ended June 30, 2008

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income and rentals	\$ 200,000	\$ 170,000	\$ 210,077	\$ 40,077
Total revenues	<u>200,000</u>	<u>170,000</u>	<u>210,077</u>	<u>40,077</u>
EXPENDITURES:				
Current:				
Public works	26,221	13,000	10,318	2,682
Capital outlay	<u>3,500,000</u>	<u>2,955,694</u>	<u>2,941,773</u>	<u>13,921</u>
Total expenditures	<u>3,526,221</u>	<u>2,968,694</u>	<u>2,952,091</u>	<u>16,603</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>(3,326,221)</u>	<u>(2,798,694)</u>	<u>(2,742,014)</u>	<u>56,680</u>
OTHER FINANCING SOURCES (USES):				
Transfers (out)	<u>-</u>	<u>(20,000)</u>	<u>(20,000)</u>	<u>-</u>
Net change in fund balances	<u>\$ (3,326,221)</u>	<u>\$ (2,818,694)</u>	<u>(2,762,014)</u>	<u>\$ 56,680</u>
FUND BALANCES:				
Beginning of year			<u>5,408,619</u>	
End of year			<u>\$ 2,646,605</u>	

City of Antioch
Budgetary Comparison Schedule
ADA Project Area #1 Capital Project Fund - Major Fund
For the Fiscal Year Ended June 30, 2008

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Incremental property taxes	\$ 4,772,669	\$ 4,933,243	\$ 5,026,544	\$ 93,301
Investment income and rentals	20,000	95,000	213,264	118,264
Other	-	50,000	53,600	3,600
Total revenues	4,792,669	5,078,243	5,293,408	215,165
EXPENDITURES:				
Community development	977,254	706,648	347,599	359,049
Capital outlay	2,500,000	2,900,000	649,504	2,250,496
Total expenditures	3,477,254	3,606,648	997,103	2,609,545
REVENUES OVER (UNDER) EXPENDITURES	1,315,415	1,471,595	4,296,305	2,824,710
OTHER FINANCING SOURCES (USES):				
Transfers in	778,401	3,183,481	3,183,481	-
Transfers (out)	(3,413,764)	(3,517,844)	(3,536,786)	(18,942)
Total other financing sources (uses)	(2,635,363)	(334,363)	(353,305)	(18,942)
Net change in fund balances	\$ (1,319,948)	\$ 1,137,232	3,943,000	\$ 2,805,768
FUND BALANCES:				
Beginning of year			(93,907)	
End of year			<u>\$ 3,849,093</u>	

City of Antioch
Combining Balance Sheet
Non-Major Governmental Funds
June 30, 2008

	Special Revenue Funds	Debt Service Funds	Capital Project Funds	Total
ASSETS				
Cash and investments	\$ 16,498,115	\$ -	\$ 10,895,551	\$ 27,393,666
Receivables:				
Accounts, net	538,947	232,063	699,043	1,470,053
Tax	1,017,937	-	-	1,017,937
Interest	-	3,260	-	3,260
Prepaid items	9,270	2,186	-	11,456
Restricted cash and investments	-	1,508,927	-	1,508,927
Loans receivable	-	-	49,877	49,877
Total assets	\$ 18,064,269	\$ 1,746,436	\$ 11,644,471	\$ 31,455,176
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 700,811	\$ -	\$ 590,137	\$ 1,290,948
Accrued payroll	80,937	-	4,070	85,007
Deposits	440,765	-	97,500	538,265
Due to other funds	16,464	892,242	267,228	1,175,934
Deferred revenue	169,056	-	49,877	218,933
Compensated Absences	-	-	-	-
Total liabilities	1,408,033	892,242	1,008,812	3,309,087
Fund Balances:				
Reserved for:				
Construction	-	-	6,644,601	6,644,601
Petty cash and prepaid items	9,470	2,186	-	11,656
Encumbrances	1,519,742	-	3,916,989	5,436,731
Debt service	-	852,008	-	852,008
Unreserved:				
Designated	1,473,064	-	-	1,473,064
Undesignated	13,653,960	-	74,069	13,728,029
Total fund balances	16,656,236	854,194	10,635,659	28,146,089
Total liabilities and fund balances	\$ 18,064,269	\$ 1,746,436	\$ 11,644,471	\$ 31,455,176

City of Antioch

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

Non-Major Governmental Funds

For the Fiscal Year Ended June 30, 2008

	Special Revenue Funds	Debt Service Funds	Capital Project Funds	Total
REVENUES:				
Taxes	\$ 3,187,319	\$ -	\$ 2,348,423	\$ 5,535,742
Fines and penalties	105,628	-	-	105,628
Investment income and rentals	1,090,847	499,832	672,234	2,262,913
Revenue from other agencies	4,119,233	-	1,188,295	5,307,528
Current service charges	1,413,584	-	358,246	1,771,830
Special assessment revenue	2,801,838	-	-	2,801,838
Other	138,695	-	304,511	443,206
Total revenues	12,857,144	499,832	4,871,709	18,228,685
EXPENDITURES:				
Current:				
General government	-	2,798	-	2,798
Public works	661,219	-	547,576	1,208,795
Public safety	974,895	-	-	974,895
Parks and recreation	4,021,886	-	-	4,021,886
Community development	337,417	-	921,127	1,258,544
Capital outlay	5,728,649	-	2,708,788	8,437,437
Debt service:				
Principal retirement	-	1,170,000	-	1,170,000
Interest and fiscal charges	-	2,234,979	-	2,234,979
Total expenditures	11,724,066	3,407,777	4,177,491	19,309,334
REVENUES OVER (UNDER) EXPENDITURE:	1,133,078	(2,907,945)	694,218	(1,080,649)
OTHER FINANCING SOURCES (USES):				
Transfers in	1,945,914	3,016,211	432,911	5,395,036
Transfers (out)	(2,759,710)	(2,983,481)	(1,797,330)	(7,540,521)
Total other financing sources (uses)	(813,796)	32,730	(1,364,419)	(2,145,485)
Net change in fund balances	319,282	(2,875,215)	(670,201)	(3,226,134)
FUND BALANCES:				
Beginning of year	16,336,954	3,729,409	11,305,860	31,372,223
End of year	\$ 16,656,236	\$ 854,194	\$ 10,635,659	\$ 28,146,089

NON-MAJOR SPECIAL REVENUE FUNDS

These funds account for the proceeds derived from special revenue sources, which are legally restricted to expenditures for specified purposes.

Delta Fair Property Fund

This fund accounts for revenues resulting from the sale or lease of surplus right-of-way property acquired from the State. In accordance with agreements with the State, expenditures must be park and recreational facilities.

Recreation Programs

This fund accounts for revenue received to cover the costs of recreation programs provided by the City's Leisure Services Divisions.

Gas Tax Fund

This fund accounts for revenues and related expenditures received from the State under the Streets and Highway Code Sections 2105, 2106, 2107, and 2107.5. The allocations must be spent for street maintenance or construction and a limited amount for engineering.

Animal Control Fund

This fund accounts for revenues and expenditures of the City's animal services program. A portion of the revenues required to operate this function comes from animal licenses and shelter, adoption, handling, and impound fees. The remainder comes from a subsidy transfer from the General Fund.

Civic Arts Fund

This fund accounts for money specifically set aside for art programs and projects. Revenues come from a percentage of the City's Transient Occupancy Tax. Expenditures are for a variety of programs in the fund and performing arts, as well as projects such as Art in Public Places.

Park in Lieu Fund

This fund accounts for revenues from park dedication fees required of all new construction. Monies are accumulated in accounts allocated to certain parks on the basis of the area in which the construction is taking place. These funds are then appropriated and spent for park development.

Senior Bus Fund

This fund accounts for the City's Senior Bus Program, which provides door-to-door transportation to frail, elderly, and disabled individuals. Revenue sources are grant funds through the Metropolitan Transportation Commission and fees paid by riders and the Antioch Committee on Aging.

Abandoned Vehicles Fund

This fund accounts for revenue from AB 4114, which charges a \$1.00 fee on the registration of all vehicles located in the City. The funds are received from the County and are used to remove abandoned vehicles from City streets.

Traffic Signal Fee Fund

This fund accounts for fees from developers for all new traffic signal construction.

Asset Forfeitures Fund

This fund was established to account for the proceeds from sales of assets seized in connection with drug enforcement. These proceeds are to be used for law enforcement purposes.

Measure C Growth Management Program Fund

This fund accounts for Measure C Funds, which are used to construct roads.

NON-MAJOR SPECIAL REVENUE FUNDS, Continued

Child Care Fund

This fund accounts for lease revenue received and City expenditures relating to the child care center leased from the City.

Tidelands Assembly Bill 1900

In 1990, the California State Legislature passed legislation that created tidelands entitlement areas. Funds are generated by payments from the lessees of the City's tidelands areas. This revenue is limited to improving accessibility and/or protection of the City's waterfront areas.

Maintenance Districts

Established to account for revenue and related expenditures of lighting and landscape activities.

Solid Waste Reduction AB 939

Under AB 939, a special fee is levied by the State against each ton of solid waste, which is disposed at landfill sites. A portion of this fee goes back to the cities on a quarterly basis for use in achieving AB 939 goals.

Pollution Elimination

This fund was established to account for activities related to the National Pollution Discharge Elimination Program. The purpose of this program is to monitor and reduce storm water pollution.

Auxiliary Property

This fund accounts for rental income and expenditures related to City-owned property not currently being used for City purposes.

Supplemental Law Enforcement

This fund accounts for supplemental public safety funding allocated in AB 3229. Funds must be used for front-line police services and must supplement and not supplant existing funding for law enforcement services.

Local Law Enforcement Block Grant

This fund accounts for public safety funding allocated under the Fiscal Year 1996 Omnibus Appropriations Act. Funds may be used for a wide variety of activities from increasing personnel and equipment resources for law enforcement to developing and supporting programs to enhance effective criminal justice processes.

Street Impact Fund

This fund accounts for franchise taxes received.

Traffic Safety Fund

This fund accounts for fines and forfeitures received under Section 1463 of the Penal Code. Funds shall be used exclusively for official traffic control devices, the maintenance thereof, equipment and supplies for traffic law enforcement and traffic accident prevention.

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City of Antioch
Combining Balance Sheet
Non-Major Special Revenue Funds
June 30, 2008

	Delta Fair Property	Recreation Programs	Gas Tax	Animal Control	Civic Arts	Park in Lieu
ASSETS						
Cash and investments	\$ 23,680	\$ 308,639	\$ 2,835,730	\$ 28,801	\$ 63,223	\$ 3,845,051
Receivables:						
Accounts, net	-	11,052	428,492	9,789	-	-
Taxes	-	-	593,214	-	23,537	-
Prepaid items	-	6,591	-	335	259	-
Total assets	\$ 23,680	\$ 326,282	\$ 3,857,436	\$ 38,925	\$ 87,019	\$ 3,845,051
LIABILITIES AND FUND BALANCES						
Liabilities:						
Accounts payable	\$ -	\$ 31,601	\$ 530,274	\$ 16,964	\$ 31	\$ 2,367
Accrued payroll	-	33,728	-	13,940	-	-
Deposits	-	41,238	800	8,021	-	-
Due to other funds	-	-	-	-	-	-
Deferred revenue	-	92,857	-	-	-	-
Compensated Absences	-	-	-	-	-	-
Total liabilities	-	199,424	531,074	38,925	31	2,367
Fund balances:						
Reserved for:						
Petty cash and prepaid items	-	6,791	-	335	259	-
Encumbrances	-	6,036	1,240,067	6,408	406	27,800
Unreserved:						
Designated	-	126,858	-	-	-	1,346,206
Undesignated	23,680	(12,827)	2,086,295	(6,743)	86,323	2,468,678
Total fund balances	23,680	126,858	3,326,362	-	86,988	3,842,684
Total liabilities and fund balances	\$ 23,680	\$ 326,282	\$ 3,857,436	\$ 38,925	\$ 87,019	\$ 3,845,051

Measure C									
Senior Bus	Abandoned Vehicles	Traffic Signal Fee	Asset Forfeitures	Growth Management Program	Child Care	Tidelands Assembly Bill - 1900	Lonetree Maintenance District	Downtown Maintenance District	
\$ -	\$ 14,571	\$ 1,055,401	\$ 523,117	\$ 3,807,978	\$ 241,607	\$ 76,796	\$ 261,817	\$ 8,350	
37,610	29,198	-	-	-	-	-	-	-	
-	-	-	-	-	-	-	-	-	
-	-	-	-	-	-	-	-	-	
\$ 37,610	\$ 43,769	\$ 1,055,401	\$ 523,117	\$ 3,807,978	\$ 241,607	\$ 76,796	\$ 261,817	\$ 8,350	
\$ -	\$ -	\$ 12,671	\$ 3,219	\$ -	\$ -	\$ -	\$ 12,282	\$ 1,654	
3,326	2,920	-	-	-	-	-	2,851	824	
-	-	-	381,186	3,520	6,000	-	-	-	
16,464	-	-	-	-	-	-	-	-	
-	-	-	-	-	-	-	-	-	
-	-	-	-	-	-	-	-	-	
19,790	2,920	12,671	384,405	3,520	6,000	-	15,133	2,478	
-	-	-	-	-	-	-	-	-	
-	-	-	322	186,935	-	-	-	-	
-	-	-	-	-	-	-	-	-	
17,820	40,849	1,042,730	138,390	3,617,523	235,607	76,796	246,684	5,872	
17,820	40,849	1,042,730	138,712	3,804,458	235,607	76,796	246,684	5,872	
\$ 37,610	\$ 43,769	\$ 1,055,401	\$ 523,117	\$ 3,807,978	\$ 241,607	\$ 76,796	\$ 261,817	\$ 8,350	

City of Antioch
Combining Balance Sheet
Non-Major Special Revenue Funds, Continued
June 30, 2008

	Almondridge Maintenance District	Hillcrest Maintenance District	Park 1A Maintenance District	City Wide 2A Maintenance District	East Lone Tree SLL Maintenance District	Administration Maintenance District
ASSETS						
Cash and investments	\$ 126,671	\$ 184,363	\$ 157,097	\$ 312,601	\$ 220,905	\$ 16,907
Receivables:						
Accounts, net	-	-	99	1,244	-	-
Taxes	-	-	-	-	-	-
Prepaid	-	-	-	-	-	15
Total assets	\$ 126,671	\$ 184,363	\$ 157,196	\$ 313,845	\$ 220,905	\$ 16,922
LIABILITIES AND FUND BALANCES						
Liabilities:						
Accounts payable	\$ 4,908	\$ 25,675	\$ 600	\$ 17,223	\$ 39	\$ 12,878
Accrued payroll	673	3,309	836	5,236	-	4,044
Deposits	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-
Deferred revenue	-	-	-	-	-	-
Compensated Absences-Current Portion	-	-	-	-	-	-
Total liabilities	5,581	28,984	1,436	22,459	39	16,922
Fund balances:						
Reserved for:						
Petty cash and prepaid items	-	-	-	-	-	15
Encumbrances	647	-	-	-	-	-
Unreserved:						
Designated	-	-	-	-	-	-
Undesignated	120,443	155,379	155,760	291,386	220,866	(15)
Total fund balances	121,090	155,379	155,760	291,386	220,866	-
Total liabilities and fund balances	\$ 126,671	\$ 184,363	\$ 157,196	\$ 313,845	\$ 220,905	\$ 16,922

Solid Waste Reduction AB 939	Pollution Elimination	Auxiliary Property	Supplemental Law Enforcement	Local Law Enforcement Block Grant	Street Impact	Traffic Safety	Total
\$ 294,699	\$ 1,761,235	\$ 38,016	\$ 54,976	\$ 28,069	\$ 207,809	\$ 6	\$ 16,498,115
307	-	-	-	-	-	21,156	538,947
133,729	-	-	-	-	267,457	-	1,017,937
-	-	2,070	-	-	-	-	9,270
<u>\$ 428,735</u>	<u>\$ 1,761,235</u>	<u>\$ 40,086</u>	<u>\$ 54,976</u>	<u>\$ 28,069</u>	<u>\$ 475,266</u>	<u>\$ 21,162</u>	<u>\$ 18,064,269</u>
\$ 14,300	\$ 14,055	\$ 70	\$ -	\$ -	\$ -	\$ -	\$ 700,811
4,057	5,193	-	-	-	-	-	80,937
-	-	-	-	-	-	-	440,765
-	-	-	-	-	-	-	16,464
-	-	-	48,151	28,048	-	-	169,056
-	-	-	-	-	-	-	-
<u>18,357</u>	<u>19,248</u>	<u>70</u>	<u>48,151</u>	<u>28,048</u>	<u>-</u>	<u>-</u>	<u>1,408,033</u>
-	-	2,070	-	-	-	-	9,470
1,260	48,481	1,380	-	-	-	-	1,519,742
-	-	-	-	-	-	-	1,473,064
<u>409,118</u>	<u>1,693,506</u>	<u>36,566</u>	<u>6,825</u>	<u>21</u>	<u>475,266</u>	<u>21,162</u>	<u>13,653,960</u>
<u>410,378</u>	<u>1,741,987</u>	<u>40,016</u>	<u>6,825</u>	<u>21</u>	<u>475,266</u>	<u>21,162</u>	<u>16,656,236</u>
<u>\$ 428,735</u>	<u>\$ 1,761,235</u>	<u>\$ 40,086</u>	<u>\$ 54,976</u>	<u>\$ 28,069</u>	<u>\$ 475,266</u>	<u>\$ 21,162</u>	<u>\$ 18,064,269</u>

City of Antioch

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

Non-Major Special Revenue Funds

For the Fiscal Year Ended June 30, 2008

	Delta Fair Property	Recreation Programs	Gas Tax	Animal Control	Civic Arts	Park in Lieu
REVENUES:						
Taxes	\$ -	\$ -	\$ 1,790,054	\$ -	\$ 108,082	\$ -
Fines and penalties	-	-	-	-	-	-
Investment income and rentals	12,299	53,500	208,251	-	3,341	274,041
Revenue from other agencies	-	54,863	553,625	20,000	-	-
Current service charges	-	684,823	4,030	312,641	-	148,420
Special assessment revenue	-	-	-	-	-	-
Other	-	35,143	-	13,913	-	-
Total revenues	12,299	828,329	2,555,960	346,554	111,423	422,461
EXPENDITURES:						
Current:						
Public works	41,079	-	126,236	-	-	40,301
Public safety	-	-	-	821,427	-	-
Parks and recreation	-	1,707,185	-	-	127,392	-
Community development	-	-	-	-	-	-
Capital outlay	-	-	3,449,394	14,665	-	1,566,336
Total expenditures	41,079	1,707,185	3,575,630	836,092	127,392	1,606,637
REVENUES OVER (UNDER) EXPENDITURES	(28,780)	(878,856)	(1,019,670)	(489,538)	(15,969)	(1,184,176)
OTHER FINANCING SOURCES (USES):						
Transfers in	-	678,250	-	489,538	-	-
Transfers (out)	-	-	(510,000)	-	-	-
Total other financing sources (uses)	-	678,250	(510,000)	489,538	-	-
Net change in fund balances	(28,780)	(200,606)	(1,529,670)	-	(15,969)	(1,184,176)
FUND BALANCES:						
Beginning of year	52,460	327,464	4,856,032	-	102,957	5,026,860
End of year	\$ 23,680	\$ 126,858	\$ 3,326,362	\$ -	\$ 86,988	\$ 3,842,684

Senior Bus	Abandoned Vehicles	Traffic Signal Fee	Asset Forfeitures	Measure C Growth Management Program	Child Care	Tidelands Assembly Bill - 1900	Lonetree Maintenance District	Downtown Maintenance District
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-	-
344	1,950	58,152	27,338	110,976	77,480	8,570	19,305	1,188
291,939	149,692	-	-	2,746,881	-	-	-	-
10,723	-	252,947	-	-	-	-	-	-
-	-	-	-	-	-	-	619,902	-
-	-	-	49,971	7,032	-	-	793	-
303,006	151,642	311,099	77,309	2,864,889	77,480	8,570	640,000	1,188
-	-	15,644	-	29,940	-	11,134	-	-
-	131,602	-	19,286	-	-	-	-	-
218,832	-	-	-	-	1,935	-	372,606	86,883
-	-	-	-	-	-	-	-	-
-	-	93,248	-	605,006	-	-	-	-
218,832	131,602	108,892	19,286	634,946	1,935	11,134	372,606	86,883
84,174	20,040	202,207	58,023	2,229,943	75,545	(2,564)	267,394	(85,695)
-	-	-	-	-	-	-	-	87,205
(35,000)	-	-	-	-	(35,000)	-	(258,384)	(27,728)
(35,000)	-	-	-	-	(35,000)	-	(258,384)	59,477
49,174	20,040	202,207	58,023	2,229,943	40,545	(2,564)	9,010	(26,218)
(31,354)	20,809	840,523	80,689	1,574,515	195,062	79,360	237,674	32,090
\$ 17,820	\$ 40,849	\$ 1,042,730	\$ 138,712	\$ 3,804,458	\$ 235,607	\$ 76,796	\$ 246,684	\$ 5,872

City of Antioch

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

Non-Major Special Revenue Funds, Continued

For the Fiscal Year Ended June 30, 2008

	Almondridge Maintenance District	Hillcrest Maintenance District	Park 1A Maintenance District	City Wide 2A Maintenance District	East Lone Tree SLL Maintenance District	Administration Maintenance District
REVENUES:						
Taxes	\$ -	\$ -	\$ 48,611	\$ -	\$ -	\$ -
Fines and penalties	-	-	-	-	-	-
Investment income and rentals	8,341	18,595	35,819	22,666	11,001	-
Revenue from other agencies	-	-	-	-	-	-
Current service charges	-	-	-	-	-	-
Special assessment revenue	86,555	780,196	-	372,661	210,467	-
Other	2,400	4,130	-	17,623	-	-
Total revenues	97,296	802,921	84,430	412,950	221,468	-
EXPENDITURES:						
Current:						
Public works	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Parks and recreation	62,665	500,947	59,059	291,579	24,376	568,427
Community development	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Total expenditures	62,665	500,947	59,059	291,579	24,376	568,427
REVENUES OVER (UNDER) EXPENDITURES	34,631	301,974	25,371	121,371	197,092	(568,427)
OTHER FINANCING SOURCES (USES):						
Transfers in	-	-	-	88,262	-	577,659
Transfers (out)	(32,233)	(367,333)	-	(230,336)	(104,073)	(9,232)
Total other financing sources (uses)	(32,233)	(367,333)	-	(142,074)	(104,073)	568,427
Net change in fund balances	2,398	(65,359)	25,371	(20,703)	93,019	-
FUND BALANCES:						
Beginning of year	118,692	220,738	130,389	312,089	127,847	-
End of year	\$ 121,090	\$ 155,379	\$ 155,760	\$ 291,386	\$ 220,866	\$ -

Solid Waste Reduction AB 939	Pollution Elimination	Auxiliary Property	Supplemental Law Enforcement	Local Law Enforcement Block Grant	Street Impact	Traffic Safety	Total
\$ 413,524	\$ -	\$ -	\$ -	\$ -	\$ 827,048	\$ -	\$ 3,187,319
-	-	-	-	-	-	105,628	105,628
17,228	92,229	2,265	4,184	1,793	17,928	2,063	1,090,847
41,880	-	-	204,839	55,514	-	-	4,119,233
-	-	-	-	-	-	-	1,413,584
-	732,057	-	-	-	-	-	2,801,838
922	6,768	-	-	-	-	-	138,695
473,554	831,054	2,265	209,023	57,307	844,976	107,691	12,857,144
-	370,530	25,377	-	-	978	-	661,219
-	-	-	221	2,236	-	123	974,895
-	-	-	-	-	-	-	4,021,886
298,554	38,863	-	-	-	-	-	337,417
-	-	-	-	-	-	-	5,728,649
298,554	409,393	25,377	221	2,236	978	123	11,724,066
175,000	421,661	(23,112)	208,802	55,071	843,998	107,568	1,133,078
-	-	25,000	-	-	-	-	1,945,914
-	(194,032)	-	(204,839)	(56,550)	(600,000)	(94,970)	(2,759,710)
-	(194,032)	25,000	(204,839)	(56,550)	(600,000)	(94,970)	(813,796)
175,000	227,629	1,888	3,963	(1,479)	243,998	12,598	319,282
235,378	1,514,358	38,128	2,862	1,500	231,268	8,564	16,336,954
\$ 410,378	\$ 1,741,987	\$ 40,016	\$ 6,825	\$ 21	\$ 475,266	\$ 21,162	\$ 16,656,236

City of Antioch
Budgetary Comparison Schedule
Delta Fair Property Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income and rentals	\$ 24,000	\$ 11,950	\$ 12,299	\$ 349
Total revenues	<u>24,000</u>	<u>11,950</u>	<u>12,299</u>	<u>349</u>
EXPENDITURES:				
Current:				
Public works	1,470	5,865	41,079	(35,214)
Capital outlay	<u>33,000</u>	<u>35,229</u>	<u>-</u>	<u>35,229</u>
Total expenditures	<u>34,470</u>	<u>41,094</u>	<u>41,079</u>	<u>15</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>(10,470)</u>	<u>(29,144)</u>	<u>(28,780)</u>	<u>364</u>
Net change in fund balances	<u>\$ (10,470)</u>	<u>\$ (29,144)</u>	<u>(28,780)</u>	<u>\$ 364</u>
FUND BALANCES:				
Beginning of year			<u>52,460</u>	
End of year			<u>\$ 23,680</u>	

City of Antioch
Budgetary Comparison Schedule
Recreation Programs Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income and rentals	\$ 50,000	\$ 48,000	\$ 53,500	\$ 5,500
Revenue from other agencies	146,000	77,350	54,863	(22,487)
Current service charges	896,350	727,851	684,823	(43,028)
Other	45,050	44,910	35,143	(9,767)
Total revenues	1,137,400	898,111	828,329	(69,782)
EXPENDITURES:				
Current:				
Parks and recreation	1,935,337	1,775,237	1,707,185	68,052
Capital outlay	50,000	50,000	-	50,000
Total expenditures	1,985,337	1,825,237	1,707,185	118,052
REVENUES OVER (UNDER) EXPENDITURES	(847,937)	(927,126)	(878,856)	48,270
OTHER FINANCING SOURCES (USES):				
Transfers in	670,000	727,000	678,250	(48,750)
Net change in fund balances	\$ (177,937)	\$ (200,126)	(200,606)	\$ (480)
FUND BALANCES:				
Beginning of year			327,464	
End of year			\$ 126,858	

City of Antioch
Budgetary Comparison Schedule
Animal Control Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Revenue from other agencies	\$ -	\$ 20,000	\$ 20,000	\$ -
Current service charges	268,300	269,100	312,641	43,541
Other	11,045	11,600	13,913	2,313
Total revenues	279,345	300,700	346,554	45,854
EXPENDITURES:				
Current:				
Public safety	897,863	863,391	821,427	41,964
Capital outlay	-	14,665	14,665	-
Total expenditures	897,863	878,056	836,092	-
REVENUES OVER (UNDER) EXPENDITURES	(618,518)	(577,356)	(489,538)	45,854
OTHER FINANCING SOURCES (USES):				
Transfers in	618,518	577,776	489,538	(88,238)
Net change in fund balances	\$ -	\$ 420	-	\$ (42,384)
FUND BALANCES:				
Beginning of year			-	
End of year			\$ -	

City of Antioch
Budgetary Comparison Schedule
Gas Tax Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Taxes	\$ 1,866,251	\$ 1,866,251	\$ 1,790,054	\$ (76,197)
Investment income and rentals	50,000	145,000	208,251	63,251
Revenues from other agencies	2,239,000	2,144,231	553,625	(1,590,606)
Current service charges	-	4,030	4,030	-
Total revenues	<u>4,155,251</u>	<u>4,159,512</u>	<u>2,555,960</u>	<u>(1,603,552)</u>
EXPENDITURES:				
Current:				
Public works	37,975	37,975	126,236	(88,261)
Capital outlay	5,593,000	5,217,815	3,449,394	1,768,421
Total expenditures	<u>5,630,975</u>	<u>5,255,790</u>	<u>3,575,630</u>	<u>1,680,160</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>(1,475,724)</u>	<u>(1,096,278)</u>	<u>(1,019,670)</u>	<u>76,608</u>
OTHER FINANCING SOURCES (USES):				
Transfers (out)	(510,000)	(510,000)	(510,000)	-
Total other financing sources (uses)	<u>(510,000)</u>	<u>(510,000)</u>	<u>(510,000)</u>	<u>-</u>
Net change in fund balances	<u>\$ (1,985,724)</u>	<u>\$ (1,606,278)</u>	<u>(1,529,670)</u>	<u>\$ 76,608</u>
FUND BALANCES:				
Beginning of year			4,856,032	
End of year			<u>\$ 3,326,362</u>	

City of Antioch
Budgetary Comparison Schedule
Civic Arts Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Taxes	\$ 100,000	\$ 100,000	\$ 108,082	\$ 8,082
Investment income and rentals	3,200	3,200	3,341	141
Total revenues	103,200	103,200	111,423	8,223
EXPENDITURES:				
Current:				
Parks and recreation	132,922	128,765	127,392	1,373
REVENUES OVER (UNDER) EXPENDITURES	(29,722)	(25,565)	(15,969)	6,850
Net change in fund balances	\$ (29,722)	\$ (25,565)	(15,969)	\$ 6,850
FUND BALANCES:				
Beginning of year			102,957	
End of year			<u>\$ 86,988</u>	

City of Antioch
Budgetary Comparison Schedule
Park in Lieu Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income and rentals	\$ 100,000	\$ 210,000	\$ 274,041	\$ 64,041
Current service charges	315,000	115,000	148,420	33,420
Total revenues	415,000	325,000	422,461	97,461
EXPENDITURES:				
Current:				
Public works	17,821	69,743	40,301	29,442
Capital outlay	1,355,000	1,800,000	1,566,336	233,664
Total expenditures	1,372,821	1,869,743	1,606,637	263,106
REVENUES OVER (UNDER) EXPENDITURES	(957,821)	(1,544,743)	(1,184,176)	360,567
Net change in fund balances	\$ (957,821)	\$ (1,544,743)	(1,184,176)	\$ 360,567
FUND BALANCES:				
Beginning of year			5,026,860	
End of year			\$ 3,842,684	

City of Antioch
Budgetary Comparison Schedule
Senior Bus Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income and rentals	\$ 200	\$ 172	\$ 344	\$ 172
Revenue from other agencies	270,000	270,000	291,939	21,939
Current service charges	10,000	10,000	10,723	723
Total revenues	280,200	280,172	303,006	22,834
EXPENDITURES:				
Current:				
Parks and recreation	207,429	217,843	218,832	(989)
Total expenditures	207,429	217,843	218,832	(989)
REVENUES OVER (UNDER) EXPENDITURES	72,771	62,329	84,174	21,845
OTHER FINANCING SOURCES (USES):				
Transfers (out)	(35,000)	(35,000)	(35,000)	-
Total other financing sources (uses)	(35,000)	(35,000)	(35,000)	-
Net change in fund balances	\$ 37,771	\$ 27,329	49,174	\$ 21,845
FUND BALANCES:				
Beginning of year			(31,354)	
End of year			\$ 17,820	

City of Antioch
Budgetary Comparison Schedule
Abandoned Vehicle Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income and rentals	\$ 1,000	\$ 1,300	\$ 1,950	\$ 650
Revenue from other agencies	100,000	142,000	149,692	7,692
Total revenues	101,000	143,300	151,642	8,342
EXPENDITURES:				
Current:				
Public safety	116,341	115,502	131,602	(16,100)
REVENUES OVER (UNDER) EXPENDITURES	(15,341)	27,798	20,040	(7,758)
Net change in fund balances	\$ (15,341)	\$ 27,798	20,040	\$ (7,758)
FUND BALANCES:				
Beginning of year			20,809	
End of year			<u>\$ 40,849</u>	

City of Antioch
Budgetary Comparison Schedule
Traffic Signal Fee Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income and rentals	\$ 50,000	\$ 43,000	\$ 58,152	\$ 15,152
Current service charges	245,000	245,000	252,947	7,947
Total revenues	295,000	288,000	311,099	23,099
EXPENDITURES:				
Current:				
Public works	2,270	2,270	15,644	(13,374)
Capital outlay	200,000	115,111	93,248	21,863
Total expenditures	202,270	117,381	108,892	8,489
REVENUES OVER (UNDER) EXPENDITURES	92,730	170,619	202,207	31,588
Net change in fund balances	\$ 92,730	\$ 170,619	202,207	\$ 31,588
FUND BALANCES:				
Beginning of year			840,523	
End of year			\$ 1,042,730	

City of Antioch
Budgetary Comparison Schedule
Asset Forfeitures Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income and rentals	\$ 12,400	\$ 16,250	\$ 27,338	\$ 11,088
Other	100,000	60,000	49,971	(10,029)
Total revenues	112,400	76,250	77,309	1,059
EXPENDITURES:				
Current:				
Public safety	110,729	35,957	19,286	16,671
Total expenditures	110,729	35,957	19,286	16,671
REVENUES OVER (UNDER) EXPENDITURES	1,671	40,293	58,023	17,730
Net change in fund balances	\$ 1,671	\$ 40,293	58,023	\$ 17,730
FUND BALANCES:				
Beginning of year			80,689	
End of year			\$ 138,712	

City of Antioch
Budgetary Comparison Schedule
Measure C Growth Management Program Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income and rentals	\$ 25,000	\$ 62,000	\$ 110,976	\$ 48,976
Revenue from other agencies	1,130,000	2,740,845	2,746,881	6,036
Total revenues	1,155,000	2,802,845	2,864,889	62,044
EXPENDITURES:				
Current:				
Public works	8,320	28,529	29,940	(1,411)
Capital outlay	1,787,000	901,820	605,006	296,814
Total expenditures	1,795,320	930,349	634,946	295,403
REVENUES OVER (UNDER) EXPENDITURES	(640,320)	1,872,496	2,229,943	357,447
Net change in fund balances	\$ (640,320)	\$ 1,872,496	2,229,943	\$ 357,447
FUND BALANCES:				
Beginning of year			1,574,515	
End of year			\$ 3,804,458	

City of Antioch
Budgetary Comparison Schedule
Child Care Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income and rentals	\$ 71,790	\$ 73,034	\$ 77,480	\$ 4,446
Total revenues	71,790	73,034	77,480	4,446
EXPENDITURES:				
Current:				
Parks and recreation	4,483	1,880	1,935	(55)
REVENUES OVER (UNDER) EXPENDITURES	67,307	71,154	75,545	4,391
OTHER FINANCING SOURCES (USES):				
Transfers (out)	(35,000)	(35,000)	(35,000)	-
Total other financing sources (uses)	(35,000)	(35,000)	(35,000)	-
Net change in fund balances	\$ 32,307	\$ 36,154	40,545	\$ 4,391
FUND BALANCES:				
Beginning of year			195,062	
End of year			\$ 235,607	

City of Antioch
Budgetary Comparison Schedule
Tidelands Assembly Bill-1900 Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income and rentals	\$ 6,986	\$ 7,004	\$ 8,570	\$ 1,566
Total revenues	<u>6,986</u>	<u>7,004</u>	<u>8,570</u>	<u>1,566</u>
EXPENDITURES:				
Current:				
Public works	<u>2,140</u>	<u>11,100</u>	<u>11,134</u>	<u>(34)</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>4,846</u>	<u>(4,096)</u>	<u>(2,564)</u>	<u>1,532</u>
Net change in fund balances	<u>\$ 4,846</u>	<u>\$ (4,096)</u>	<u>(2,564)</u>	<u>\$ 1,532</u>
FUND BALANCES:				
Beginning of year			<u>79,360</u>	
End of year			<u>\$ 76,796</u>	

City of Antioch
Budgetary Comparison Schedule
Lonetree Maintenance District Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income and rentals	\$ 9,000	\$ 10,500	\$ 19,305	\$ 8,805
Special assessment revenue	654,791	654,791	619,902	(34,889)
Other	-	-	793	793
Total revenues	663,791	665,291	640,000	(25,291)
EXPENDITURES:				
Current:				
Parks and recreation	452,666	431,156	372,606	58,550
REVENUES OVER (UNDER) EXPENDITURES	211,125	234,135	267,394	33,259
OTHER FINANCING (USES):				
Transfers (out)	(258,868)	(269,218)	(258,384)	10,834
Total other financing (uses)	(258,868)	(269,218)	(258,384)	10,834
Net change in fund balances	\$ (47,743)	\$ (35,083)	9,010	\$ 44,093
FUND BALANCES:				
Beginning of year			237,674	
End of year			\$ 246,684	

City of Antioch
Budgetary Comparison Schedule
Downtown Maintenance District Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income and rentals	\$ 500	\$ 800	\$ 1,188	\$ 388
Total revenues	<u>500</u>	<u>800</u>	<u>1,188</u>	<u>388</u>
EXPENDITURES:				
Current:				
Parks and recreation	<u>71,464</u>	<u>88,939</u>	<u>86,883</u>	<u>2,056</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>(70,964)</u>	<u>(88,139)</u>	<u>(85,695)</u>	<u>2,444</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	87,205	87,205	87,205	-
Transfers (out)	<u>(27,812)</u>	<u>(29,742)</u>	<u>(27,728)</u>	<u>2,014</u>
Total other financing sources (uses)	<u>59,393</u>	<u>57,463</u>	<u>59,477</u>	<u>2,014</u>
Net change in fund balances	<u>\$ (11,571)</u>	<u>\$ (30,676)</u>	<u>(26,218)</u>	<u>\$ 4,458</u>
FUND BALANCES:				
Beginning of year			<u>32,090</u>	
End of year			<u>\$ 5,872</u>	

City of Antioch
Budgetary Comparison Schedule
Almondridge Maintenance District Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income and rentals	\$ 3,300	\$ 5,600	\$ 8,341	\$ 2,741
Special assessment revenue	91,426	91,426	86,555	(4,871)
Other	-	-	2,400	2,400
Total revenues	94,726	97,026	97,296	270
EXPENDITURES:				
Current:				
Parks and recreation	102,753	83,553	62,665	20,888
REVENUES OVER (UNDER) EXPENDITURES	(8,027)	13,473	34,631	21,158
OTHER FINANCING (USES):				
Transfers (out)	(32,343)	(34,587)	(32,233)	2,354
Total other financing (uses)	(32,343)	(34,587)	(32,233)	2,354
Net change in fund balances	\$ (40,370)	\$ (21,114)	2,398	\$ 23,512
FUND BALANCES:				
Beginning of year			118,692	
End of year			\$ 121,090	

City of Antioch
Budgetary Comparison Schedule
Hillcrest Maintenance District Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income and rentals	\$ 10,000	\$ 10,000	\$ 18,595	\$ 8,595
Special assessment revenue	824,107	824,107	780,196	(43,911)
Other	-	2,687	4,130	1,443
Total revenues	834,107	836,794	802,921	(33,873)
EXPENDITURES:				
Current:				
Parks and recreation	516,497	473,362	500,947	(27,585)
REVENUES OVER (UNDER) EXPENDITURES	317,610	363,432	301,974	(61,458)
OTHER FINANCING (USES):				
Transfers (out)	(368,041)	(382,653)	(367,333)	15,320
Total other financing (uses)	(368,041)	(382,653)	(367,333)	15,320
Net change in fund balances	\$ (50,431)	\$ (19,221)	(65,359)	\$ (46,138)
FUND BALANCES:				
Beginning of year			220,738	
End of year			<u>\$ 155,379</u>	

City of Antioch
Budgetary Comparison Schedule
Park 1A Maintenance District Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Taxes	\$ 47,854	\$ 47,565	\$ 48,611	\$ 1,046
Investment income and rentals	34,000	36,100	35,819	(281)
Total revenues	<u>81,854</u>	<u>83,665</u>	<u>84,430</u>	<u>765</u>
EXPENDITURES:				
Current:				
Parks and recreation	<u>99,062</u>	<u>92,315</u>	<u>59,059</u>	<u>33,256</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>(17,208)</u>	<u>(8,650)</u>	<u>25,371</u>	<u>34,021</u>
Net change in fund balances	<u>\$ (17,208)</u>	<u>\$ (8,650)</u>	<u>25,371</u>	<u>\$ 34,021</u>
FUND BALANCES:				
Beginning of year			<u>130,389</u>	
End of year			<u>\$ 155,760</u>	

City of Antioch
Budgetary Comparison Schedule
City Wide 2A Maintenance District Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income and rentals	\$ 25,000	\$ 14,500	\$ 22,666	\$ 8,166
Special assessment revenue	393,634	393,634	372,661	(20,973)
Other	-	17,623	17,623	-
Total revenues	418,634	425,757	412,950	(12,807)
EXPENDITURES:				
Current:				
Parks and recreation	302,436	303,508	291,579	11,929
REVENUES OVER (UNDER) EXPENDITURES	116,198	122,249	121,371	(878)
OTHER FINANCING SOURCES (USES):				
Transfers in	88,262	88,262	88,262	-
Transfers (out)	(230,847)	(241,703)	(230,336)	11,367
Total other financing sources (uses)	(142,585)	(153,441)	(142,074)	11,367
Net change in fund balances	\$ (26,387)	\$ (31,192)	(20,703)	\$ 10,489
FUND BALANCES:				
Beginning of year			312,089	
End of year			\$ 291,386	

City of Antioch
Budgetary Comparison Schedule
East Lone Tree SLL Maintenance District Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income and rentals	\$ 1,000	\$ 6,000	\$ 11,001	\$ 5,001
Special assessment revenue	222,312	222,312	210,467	(11,845)
Total revenues	223,312	228,312	221,468	(6,844)
EXPENDITURES:				
Current:				
Parks and recreation	119,358	27,700	24,376	3,324
REVENUES OVER (UNDER) EXPENDITURES	103,954	200,612	197,092	(3,520)
OTHER FINANCING (USES):				
Transfers (out)	(104,068)	(104,284)	(104,073)	211
Total other financing (uses)	(104,068)	(104,284)	(104,073)	211
Net change in fund balances	\$ (114)	\$ 96,328	93,019	\$ (3,309)
FUND BALANCES:				
Beginning of year			127,847	
End of year			\$ 220,866	

City of Antioch
Budgetary Comparison Schedule
Administration Maintenance District Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Other	\$ -	\$ -	\$ -	\$ -
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES:				
Current:				
Parks and recreation	580,347	607,026	568,427	38,599
Capital outlay	55,500	3,500	-	3,500
Total expenditures	<u>635,847</u>	<u>610,526</u>	<u>568,427</u>	<u>42,099</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>(635,847)</u>	<u>(610,526)</u>	<u>(568,427)</u>	<u>42,099</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	579,550	619,758	577,659	(42,099)
Transfers (out)	-	(9,232)	(9,232)	-
Total other financing sources (uses)	<u>579,550</u>	<u>610,526</u>	<u>568,427</u>	<u>(42,099)</u>
Net change in fund balances	<u>\$ (56,297)</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
FUND BALANCES:				
Beginning of year			-	
End of year			<u>\$ -</u>	

City of Antioch
Budgetary Comparison Schedule
Solid Waste Reduction AB 939 Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Taxes	\$ 300,000	\$ 350,000	\$ 413,524	\$ 63,524
Investment income and rentals	7,500	12,000	17,228	5,228
Revenue from other agencies	52,000	52,478	41,880	(10,598)
Other	-	220	922	702
Total revenues	359,500	414,698	473,554	58,856
EXPENDITURES:				
Current:				
Community development	355,476	332,509	298,554	33,955
Capital outlay	24,000	24,000	-	24,000
Total expenditures	379,476	356,509	298,554	57,955
REVENUES OVER (UNDER) EXPENDITURES	(19,976)	58,189	175,000	116,811
Net change in fund balances	\$ (19,976)	\$ 58,189	175,000	\$ 116,811
FUND BALANCES:				
Beginning of year			235,378	
End of year			\$ 410,378	

City of Antioch
Budgetary Comparison Schedule
Pollution Elimination Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income and rentals	\$ 50,000	\$ 65,000	\$ 92,229	\$ 27,229
Special assessment revenue	675,000	680,000	732,057	52,057
Other	-	6,720	6,768	48
Total revenues	725,000	751,720	831,054	79,334
EXPENDITURES:				
Current:				
Public works	498,423	490,985	370,530	120,455
Community development	141,391	141,391	38,863	102,528
Capital outlay	76,000	80,000	-	80,000
Total expenditures	715,814	712,376	409,393	302,983
REVENUES OVER (UNDER) EXPENDITURES	9,186	39,344	421,661	382,317
OTHER FINANCING (USES):				
Transfers (out)	(165,000)	(174,232)	(194,032)	(19,800)
Total other financing (uses)	(165,000)	(174,232)	(194,032)	(19,800)
Net change in fund balances	\$ (155,814)	\$ (134,888)	227,629	\$ 362,517
FUND BALANCES:				
Beginning of year			1,514,358	
End of year			\$ 1,741,987	

City of Antioch
Budgetary Comparison Schedule
Auxiliary Property Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income and rentals	\$ 1,000	\$ 1,400	\$ 2,265	\$ 865
Total revenues	<u>1,000</u>	<u>1,400</u>	<u>2,265</u>	<u>865</u>
EXPENDITURES:				
Current:				
Public Works	<u>49,405</u>	<u>53,975</u>	<u>25,377</u>	<u>28,598</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>(48,405)</u>	<u>(52,575)</u>	<u>(23,112)</u>	<u>29,463</u>
OTHER FINANCING SOURCES:				
Transfers in	<u>25,000</u>	<u>25,000</u>	<u>25,000</u>	<u>-</u>
Total other financing sources	<u>25,000</u>	<u>25,000</u>	<u>25,000</u>	<u>-</u>
Net change in fund balances	<u>\$ (23,405)</u>	<u>\$ (27,575)</u>	<u>1,888</u>	<u>\$ 29,463</u>
FUND BALANCES:				
Beginning of year			<u>38,128</u>	
End of year			<u>\$ 40,016</u>	

City of Antioch
Budgetary Comparison Schedule
Supplemental Law Enforcement Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income and rentals	\$ 2,500	\$ 2,500	\$ 4,184	\$ 1,684
Revenue from other agencies	139,727	198,500	204,839	6,339
Total revenues	142,227	201,000	209,023	8,023
EXPENDITURES:				
Current:				
Public safety	227	227	221	6
REVENUES OVER (UNDER) EXPENDITURES	142,000	200,773	208,802	8,029
OTHER FINANCING (USES):				
Transfers (out)	(142,000)	(198,500)	(204,839)	(6,339)
Total other financing (uses)	(142,000)	(198,500)	(204,839)	(6,339)
Net change in fund balances	\$ -	\$ 2,273	3,963	\$ 1,690
FUND BALANCES:				
Beginning of year			2,862	
End of year			\$ 6,825	

City of Antioch

Budgetary Comparison Schedule

Local Law Enforcement Block Grant Special Revenue Fund

For the Fiscal Year Ended June 30, 2008

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income and rentals	\$ 1,000	\$ 1,300	\$ 1,793	\$ 493
Revenue from other agencies	57,142	62,286	55,514	(6,772)
Total revenues	58,142	63,586	57,307	(6,279)
EXPENDITURES:				
Current:				
Public Safety	2,192	2,192	2,236	(44)
REVENUES OVER (UNDER) EXPENDITURES	55,950	61,394	55,071	(6,323)
OTHER FINANCING (USES):				
Transfers (out)	(57,000)	(61,934)	(56,550)	5,384
Total other financing (uses)	(57,000)	(61,934)	(56,550)	5,384
Net change in fund balances	\$ (1,050)	\$ (540)	(1,479)	\$ (939)
FUND BALANCES:				
Beginning of year			1,500	
End of year			\$ 21	

City of Antioch
Budgetary Comparison Schedule
Street Impact Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Taxes	\$ 400,000	\$ 650,000	\$ 827,048	\$ 177,048
Investment income and rentals	9,000	12,000	17,928	5,928
Total revenues	409,000	662,000	844,976	182,976
EXPENDITURES:				
Current:				
Public works	693	693	978	(285)
REVENUES OVER (UNDER) EXPENDITURES	408,307	661,307	843,998	182,691
OTHER FINANCING (USES):				
Transfers (out)	(400,000)	(600,000)	(600,000)	-
Total other financing (uses)	(400,000)	(600,000)	(600,000)	-
Net change in fund balances	\$ 8,307	\$ 61,307	243,998	\$ 182,691
FUND BALANCES:				
Beginning of year			231,268	
End of year			<u>\$ 475,266</u>	

City of Antioch
Budgetary Comparison Schedule
Traffic Safety Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Fines and penalties	\$ 150,000	\$ 87,500	\$ 105,628	\$ 18,128
Investment income and rentals	2,500	1,500	2,063	563
Total revenues	152,500	89,000	107,691	18,691
EXPENDITURES:				
Current:				
Public Safety	170	125	123	2
REVENUES OVER (UNDER) EXPENDITURES	152,330	88,875	107,568	18,693
OTHER FINANCING (USES):				
Transfers (out)	(150,000)	(95,000)	(94,970)	30
Total other financing (uses)	(150,000)	(95,000)	(94,970)	30
Net change in fund balances	\$ 2,330	\$ (6,125)	12,598	\$ 18,723
FUND BALANCES:				
Beginning of year			8,564	
End of year			\$ 21,162	

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NON-MAJOR DEBT SERVICE FUNDS

Debt Service Funds are used to account for the payment of principal and interest on the general debt service of the City and related entities.

Golf Course Clubhouse/Irrigation

In 1985 and 1994, the City of Antioch participated in the Association of Bay Area Governments' pooled Certificates of Participation to fund improvements to the clubhouse at the City's golf course and irrigation system, respectively. The fund accumulates monies for the payment of principal and interest from a portion of the fees collected and transmitted by the Antioch Public Golf Corporation.

Antioch Development Agency

This fund accumulates principal and interest payments on the Development Agency Tax Allocation Bonds.

Antioch Public Financing Agency

This fund accumulates principal and interest payments on the Certificates of Participation issued to fund the building of the municipal facilities.

City of Antioch
Combining Balance Sheet
Non-Major Debt Service Funds
June 30, 2008

	Golf Course Clubhouse/ Irrigation	Antioch Development Agency	Antioch Public Financing Authority	Total
ASSETS				
Receivables:				
Accounts, net	\$ 232,063	\$ -	\$ -	\$ 232,063
Interest	249	184	2,827	3,260
Prepaid items	-	-	2,186	2,186
Restricted cash and investments	673,754	170,924	664,249	1,508,927
Total assets	\$ 906,066	\$ 171,108	\$ 669,262	\$ 1,746,436
LIABILITIES AND FUND BALANCES				
Liabilities:				
Due to other funds	\$ 232,063	\$ -	\$ 660,179	\$ 892,242
Fund balances:				
Reserved for:				
Petty cash and prepaid items	-	-	2,186	2,186
Debt service	674,003	171,108	6,897	852,008
Total fund balances	674,003	171,108	9,083	854,194
Total liabilities and fund balances	\$ 906,066	\$ 171,108	\$ 669,262	\$ 1,746,436

City of Antioch

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

Non-Major Debt Service Funds

For the Fiscal Year Ended June 30, 2008

	Golf Course Clubhouse/ Irrigation	Antioch Development Agency	Antioch Public Financing Authority	Total
REVENUES:				
Investment income and rentals	\$ 374,833	\$ 4,367	\$ 120,632	\$ 499,832
EXPENDITURES:				
Current:				
General government	2,750	18	30	2,798
Debt service:				
Principal retirements	95,000	920,000	155,000	1,170,000
Interest and fiscal charges	283,933	620,464	1,330,582	2,234,979
Total expenditures	381,683	1,540,482	1,485,612	3,407,777
REVENUES OVER (UNDER) EXPENDITURES	(6,850)	(1,536,115)	(1,364,980)	(2,907,945)
OTHER FINANCING SOURCES (USES):				
Transfer in	-	1,533,851	1,482,360	3,016,211
Transfer (out)	-	-	(2,983,481)	(2,983,481)
Total other financing sources (uses)	-	1,533,851	(1,501,121)	32,730
Net change in fund balances	(6,850)	(2,264)	(2,866,101)	(2,875,215)
FUND BALANCES:				
Beginning of year	680,853	173,372	2,875,184	3,729,409
End of year	\$ 674,003	\$ 171,108	\$ 9,083	\$ 854,194

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NON-MAJOR CAPITAL PROJECTS FUNDS

Capital Projects Funds are utilized to account for resources used for the acquisition and construction of capital facilities by the City, with the exception of those assets financed by proprietary funds.

Antioch Development Agency

There are five funds (Area 1, Area 2, Area 3, Area 4, and Area 4.1) that account for acquisition, demolition and construction in the four Development Agency project areas of the City of Antioch. With the exception of Area 1, the funds are considered to be nonmajor funds. Financing is provided by property tax increments and bond proceeds.

Prewett Community Park

This fund was established to account for revenues, contributions and reimbursements received and costs incurred in connection with the acquisition and construction of the Prewett Area Community Park.

Special Assessment Districts

These funds were established to account for construction and acquisition of land and public improvements in various assessment districts. Financing is provided by assessment bond proceeds.

Hillcrest Bridge District

This fund accounts for developer fees collected to fund bridge construction in the Hillcrest Area.

Highway4 Bridge District

This fund accounts for developer fees collected to fund bridge construction in the Highway 4 Area.

Residential Development Allocation

This fund accounts for contributions by developers for various projects as determined by the City Council.

City of Antioch
Combining Balance Sheet
Non-Major Capital Project Funds
June 30, 2008

	Antioch Development Agency				Prewett Community Park
	Project Area #2	Project Area #3	Project Area #4	Project Area #4.1	
ASSETS					
Cash and investments	\$ 700,476	\$ 284,735	\$ 398,603	\$ 455,896	\$ -
Accounts receivable, net	-	-	-	1,182	697,861
Loans receivable	-	-	-	49,877	-
Total assets	\$ 700,476	\$ 284,735	\$ 398,603	\$ 506,955	\$ 697,861
LIABILITIES AND FUND BALANCE					
Liabilities:					
Accounts payable	\$ -	\$ 8,269	\$ 8,854	\$ 20,676	\$ 314,692
Accrued payroll	-	-	-	-	4,070
Deposits	-	-	-	-	97,500
Due to other funds	-	-	-	-	267,228
Deferred revenue	-	-	-	49,877	-
Advances from other funds	-	-	-	-	-
Total liabilities	-	8,269	8,854	70,553	683,490
Fund Balances:					
Reserved for:					
Construction	-	-	-	-	-
Encumbrances	-	86,844	-	31,016	3,400,752
Unreserved:					
Undesignated	700,476	189,622	389,749	405,386	(3,386,381)
Total fund balances (deficits)	700,476	276,466	389,749	436,402	14,371
Total liabilities and fund balances	\$ 700,476	\$ 284,735	\$ 398,603	\$ 506,955	\$ 697,861

Special Assessment Districts					
Hillcrest District #26	Lone Diamond	Hillcrest Bridge District	Highway 4 Bridge District	Residential Development Allocation	Total
\$ 1,450,156	\$ 4,572,849	\$ 1,249,920	\$ -	\$ 1,782,916	\$ 10,895,551
-	-	-	-	-	699,043
-	-	-	-	-	49,877
<u>\$ 1,450,156</u>	<u>\$ 4,572,849</u>	<u>\$ 1,249,920</u>	<u>\$ -</u>	<u>\$ 1,782,916</u>	<u>\$ 11,644,471</u>
\$ 7,288	\$ 230,358	\$ -	\$ -	\$ -	\$ 590,137
-	-	-	-	-	4,070
-	-	-	-	-	97,500
-	-	-	-	-	267,228
-	-	-	-	-	49,877
-	-	-	-	-	-
<u>7,288</u>	<u>230,358</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,008,812</u>
1,348,221	4,046,460	1,249,920	-	-	6,644,601
94,647	296,031	-	-	7,699	3,916,989
-	-	-	-	1,775,217	74,069
<u>1,442,868</u>	<u>4,342,491</u>	<u>1,249,920</u>	<u>-</u>	<u>1,782,916</u>	<u>10,635,659</u>
<u>\$ 1,450,156</u>	<u>\$ 4,572,849</u>	<u>\$ 1,249,920</u>	<u>\$ -</u>	<u>\$ 1,782,916</u>	<u>\$ 11,644,471</u>

City of Antioch

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

Non-Major Capital Project Funds

For the Fiscal Year Ended June 30, 2008

	Antioch Development Agency				Prewett Community Park
	Project Area #2	Project Area #3	Project Area #4	Project Area #4.1	
REVENUES:					
Taxes	\$ 860,937	\$ 33,333	\$ 959,293	\$ 494,860	\$ -
Investment income and rentals	27,958	18,430	19,859	30,290	483
Revenue from other agencies	-	-	-	-	1,188,295
Current service charges	-	-	-	-	-
Other	-	67,461	-	17,050	-
Total revenues	888,895	119,224	979,152	542,200	1,188,778
EXPENDITURES:					
Current:					
Public works	-	-	-	-	-
Community development	7,832	144,397	424,545	239,135	-
Capital outlay	-	-	-	-	1,188,359
Total expenditures	7,832	144,397	424,545	239,135	1,188,359
REVENUES OVER (UNDER) EXPENDITURES	881,063	(25,173)	554,607	303,065	419
OTHER FINANCING SOURCES (USES):					
Transfers in	-	-	-	-	-
Transfers (out)	(537,719)	(36,314)	(565,710)	(224,676)	-
Total other financing sources (uses)	(537,719)	(36,314)	(565,710)	(224,676)	-
Net change in fund balances	343,344	(61,487)	(11,103)	78,389	419
FUND BALANCES:					
Beginning of year	357,132	337,953	400,852	358,013	13,952
End of year	\$ 700,476	\$ 276,466	\$ 389,749	\$ 436,402	\$ 14,371

Special Assessment Districts					
Hillcrest District #26	Lone Diamond	Hillcrest Bridge District	Highway 4 Bridge District	Residential Development Allocation	Total
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,348,423
73,050	317,539	72,602	13,246	98,777	672,234
-	-	-	-	-	1,188,295
12,845	330,219	15,182	-	-	358,246
-	-	-	-	220,000	304,511
85,895	647,758	87,784	13,246	318,777	4,871,709
148,552	394,569	3,714	741	-	547,576
-	-	-	-	105,218	921,127
-	1,497,878	-	-	22,551	2,708,788
148,552	1,892,447	3,714	741	127,769	4,177,491
(62,657)	(1,244,689)	84,070	12,505	191,008	694,218
432,911	-	-	-	-	432,911
-	-	-	(432,911)	-	(1,797,330)
432,911	-	-	(432,911)	-	(1,364,419)
370,254	(1,244,689)	84,070	(420,406)	191,008	(670,201)
1,072,614	5,587,180	1,165,850	420,406	1,591,908	11,305,860
\$ 1,442,868	\$ 4,342,491	\$ 1,249,920	\$ -	\$ 1,782,916	\$ 10,635,659

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City of Antioch
Budgetary Comparison Schedule
ADA Project Area #2 Capital Projects Fund
For the Fiscal Year Ended June 30, 2008

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Incremental property taxes	\$ 727,236	\$ 832,801	\$ 860,937	\$ 28,136
Investment income and rentals	10,000	15,000	27,958	12,958
Total revenues	<u>737,236</u>	<u>847,801</u>	<u>888,895</u>	<u>41,094</u>
EXPENDITURES:				
Community development	<u>8,776</u>	<u>7,328</u>	<u>7,832</u>	<u>(504)</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>728,460</u>	<u>840,473</u>	<u>881,063</u>	<u>40,590</u>
OTHER FINANCING (USES):				
Transfers (out)	<u>(493,565)</u>	<u>(532,773)</u>	<u>(537,719)</u>	<u>(4,946)</u>
Total other financing (uses)	<u>(493,565)</u>	<u>(532,773)</u>	<u>(537,719)</u>	<u>(4,946)</u>
Net change in fund balances	<u>\$ 234,895</u>	<u>\$ 307,700</u>	<u>343,344</u>	<u>\$ 35,644</u>
FUND BALANCES:				
Beginning of year			<u>357,132</u>	
End of year			<u>\$ 700,476</u>	

City of Antioch
Budgetary Comparison Schedule
ADA Project Area #3 Capital Projects Fund
For the Fiscal Year Ended June 30, 2008

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Incremental property taxes	\$ 41,215	\$ 33,227	\$ 33,333	\$ 106
Investment income and rentals	13,910	15,000	18,430	3,430
Total revenues	55,125	48,227	119,224	70,997
EXPENDITURES:				
Community development	1,884	171,134	144,397	26,737
REVENUES OVER (UNDER) EXPENDITURES	53,241	(122,907)	(25,173)	97,734
OTHER FINANCING (USES):				
Transfers (out)	(34,840)	(36,292)	(36,314)	(22)
Total other financing (uses)	(34,840)	(36,292)	(36,314)	(22)
Net change in fund balances	\$ 18,401	\$ (159,199)	(61,487)	\$ 97,712
FUND BALANCES:				
Beginning of year			337,953	
End of year			<u>\$ 276,466</u>	

City of Antioch
Budgetary Comparison Schedule
ADA Project Area #4 Capital Projects Fund
For the Fiscal Year Ended June 30, 2008

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Incremental property taxes	\$ 1,018,136	\$ 945,985	\$ 959,293	\$ 13,308
Investment income and rentals	20,000	20,000	19,859	(141)
Total revenues	<u>1,038,136</u>	<u>965,985</u>	<u>979,152</u>	<u>13,167</u>
EXPENDITURES:				
Community development	<u>440,964</u>	<u>419,706</u>	<u>424,545</u>	<u>(4,839)</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>597,172</u>	<u>546,279</u>	<u>554,607</u>	<u>8,328</u>
OTHER FINANCING (USES):				
Transfers (out)	<u>(539,016)</u>	<u>(563,048)</u>	<u>(565,710)</u>	<u>(2,662)</u>
Total other financing (uses)	<u>(539,016)</u>	<u>(563,048)</u>	<u>(565,710)</u>	<u>(2,662)</u>
Net change in fund balances	<u>\$ 58,156</u>	<u>\$ (16,769)</u>	<u>(11,103)</u>	<u>\$ 5,666</u>
FUND BALANCES:				
Beginning of year			<u>400,852</u>	
End of year			<u>\$ 389,749</u>	

City of Antioch
Budgetary Comparison Schedule
ADA Project Area #4.1 Capital Projects Fund
For the Fiscal Year Ended June 30, 2008

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Incremental property taxes	\$ 447,923	\$ 494,860	\$ 494,860	\$ -
Investment income and rentals	20,000	20,000	30,290	10,290
Other	9,975	9,975	17,050	7,075
Total revenues	477,898	524,835	542,200	17,365
EXPENDITURES:				
Community development	136,449	162,359	239,135	(76,776)
Capital outlay	350,000	95,000	-	95,000
Total expenditures	486,449	257,359	239,135	18,224
REVENUES OVER (UNDER) EXPENDITURES	(8,551)	267,476	303,065	35,589
OTHER FINANCING SOURCES (USES):				
Transfers in	350,000	-	-	-
Transfers (out)	202,357	224,676	(224,676)	-
Total other financing sources (uses)	552,357	224,676	(224,676)	-
Net change in fund balances	\$ 543,806	\$ 492,152	78,389	\$ 35,589
FUND BALANCES:				
Beginning of year			358,013	
End of year			<u>\$ 436,402</u>	

City of Antioch
Budgetary Comparison Schedule
Prewett Community Park Capital Projects Fund
For the Fiscal Year Ended June 30, 2008

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income and rentals	\$ -	\$ 485	\$ 483	\$ (2)
Revenue from other agencies	2,157,052	1,669,215	1,188,295	(480,920)
Total revenues	<u>2,157,052</u>	<u>1,669,700</u>	<u>1,188,778</u>	<u>(480,922)</u>
EXPENDITURES:				
Capital outlay	2,000,000	1,500,000	1,188,359	311,641
Total expenditures	<u>2,000,000</u>	<u>1,500,000</u>	<u>1,188,359</u>	<u>311,641</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>157,052</u>	<u>169,700</u>	<u>419</u>	<u>(169,281)</u>
Net change in fund balances	<u>\$ 157,052</u>	<u>\$ 169,700</u>	<u>419</u>	<u>\$ (169,281)</u>
FUND BALANCES:				
Beginning of year			13,952	
End of year			<u>\$ 14,371</u>	

City of Antioch
Budgetary Comparison Schedule
Hillcrest District #26 Capital Projects Fund
For the Fiscal Year Ended June 30, 2008

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income and rentals	\$ 15,000	\$ 42,000	\$ 73,050	\$ 31,050
Current service charges	-	12,845	12,845	-
Total revenues	15,000	54,845	85,895	31,050
EXPENDITURES:				
Public works	44,677	135,212	148,552	(13,340)
Capital outlay	280,000	-	-	-
Total expenditures	324,677	135,212	148,552	(13,340)
REVENUES OVER (UNDER) EXPENDITURES	(309,677)	(80,367)	(62,657)	17,710
OTHER FINANCING SOURCES:				
Transfers in	-	432,911	432,911	-
Total other financing sources (uses)	-	432,911	432,911	-
Net change in fund balances	\$ (309,677)	\$ 352,544	370,254	\$ 17,710
FUND BALANCES:				
Beginning of year			1,072,614	
End of year			<u>\$ 1,442,868</u>	

City of Antioch
Budgetary Comparison Schedule
Lone Diamond Capital Projects Fund
For the Fiscal Year Ended June 30, 2008

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income and rentals	\$ 5,000	\$ 240,000	\$ 317,539	\$ 77,539
Current service charges	80,000	319,996	330,219	10,223
Total revenues	85,000	559,996	647,758	87,762
EXPENDITURES:				
Public works	483,817	483,817	394,569	89,248
Capital outlay	4,750,000	2,500,000	1,497,878	1,002,122
Total expenditures	5,233,817	2,983,817	1,892,447	1,091,370
REVENUES OVER (UNDER) EXPENDITURES	(5,148,817)	(2,423,821)	(1,244,689)	1,179,132
Net change in fund balances	\$ (5,148,817)	\$ (2,423,821)	(1,244,689)	\$ 1,179,132
FUND BALANCES:				
Beginning of year			5,587,180	
End of year			<u>\$ 4,342,491</u>	

City of Antioch
Budgetary Comparison Schedule
Hillcrest Bridge District Capital Projects Fund
For the Fiscal Year Ended June 30, 2008

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income and rentals	\$ 50,000	\$ 50,000	\$ 72,602	\$ 22,602
Current service charges	25,000	25,000	15,182	(9,818)
Total revenues	75,000	75,000	87,784	12,784
EXPENDITURES:				
Public works	2,953	2,953	3,714	(761)
REVENUES OVER (UNDER) EXPENDITURES	72,047	72,047	84,070	12,023
Net change in fund balances	\$ 72,047	\$ 72,047	84,070	\$ 12,023
FUND BALANCES:				
Beginning of year			1,165,850	
End of year			\$ 1,249,920	

City of Antioch
Budgetary Comparison Schedule
Highway 4 Bridge District Capital Projects Fund
For the Fiscal Year Ended June 30, 2008

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income and rentals	\$ 19,000	\$ 13,246	\$ 13,246	\$ -
Total revenues	<u>19,000</u>	<u>13,246</u>	<u>13,246</u>	<u>-</u>
EXPENDITURES:				
Public works	1,078	741	741	-
Total expenditures	<u>1,078</u>	<u>741</u>	<u>741</u>	<u>-</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>17,922</u>	<u>12,505</u>	<u>12,505</u>	<u>-</u>
OTHER FINANCING (USES):				
Transfers (out)	-	(432,911)	(432,911)	-
Total other financing (uses)	<u>-</u>	<u>(432,911)</u>	<u>(432,911)</u>	<u>-</u>
Net change in fund balances	<u>\$ 17,922</u>	<u>\$ (420,406)</u>	<u>(420,406)</u>	<u>\$ -</u>
FUND BALANCES:				
Beginning of year			420,406	
End of year			<u>\$ -</u>	

City of Antioch
Budgetary Comparison Schedule
Residential Development Allocation Capital Projects Fund
For the Fiscal Year Ended June 30, 2008

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income and rentals	\$ 125,000	\$ 65,000	\$ 98,777	\$ 33,777
Other	2,389,000	220,000	220,000	-
Total revenues	<u>2,514,000</u>	<u>285,000</u>	<u>318,777</u>	<u>33,777</u>
EXPENDITURES:				
Community development	14,378	315,582	105,218	210,364
Capital outlay	350,000	350,000	22,551	327,449
Total expenditures	<u>364,378</u>	<u>665,582</u>	<u>127,769</u>	<u>537,813</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>2,149,622</u>	<u>(380,582)</u>	<u>191,008</u>	<u>571,590</u>
Net change in fund balances	<u>\$ 2,149,622</u>	<u>\$ (380,582)</u>	<u>191,008</u>	<u>\$ (154,511)</u>
FUND BALANCES:				
Beginning of year			<u>1,591,908</u>	
End of year			<u>\$ 1,782,916</u>	

INTERNAL SERVICE FUNDS

Internal Service Funds are used to finance and account for special activities and services performed by a designated City department for other departments on a cost reimbursement basis.

Vehicle Repair and Replacement

This fund accounts for the maintenance and replacement of vehicles and equipment used by all City departments. The source of revenue for this fund is rental fees charged to the various departments.

Office Equipment Replacement

This fund accounts for the costs incurred for the operation, maintenance, and replacement of office equipment used by City departments. The source of revenue for this fund is rental fees charged to the various user departments.

Post Retirement Medical

These funds are used to pay post retirement medical benefits for retirees under the following categories: Miscellaneous, Police, and Management employees.

Loss Control Fund

These funds are used to pay workers' compensation insurance premiums and the salary of the administrative analyst.

City of Antioch
Combining Balance Sheet
Internal Services Funds
June 30, 2008

	Vehicle Repair & Replacement	Office Equipment Replacement
ASSETS		
Current assets:		
Cash and investments	\$ 2,572,871	\$ 1,607,388
Accounts receivable, net	7,472	9,757
Interest receivable	-	-
Net OPEB asset	-	-
Due from other funds	1,523	-
Materials, parts and supplies	23,739	-
Prepaid items	-	63
Total current assets	2,605,605	1,617,208
Capital assets:		
Vehicles and equipment	8,102,848	2,068,904
Construction in Progress	-	24,269
Less accumulated depreciation	(5,874,163)	(1,904,387)
Net capital assets	2,228,685	188,786
Total assets	4,834,290	1,805,994
LIABILITIES		
Current liabilities:		
Accounts payable	99,343	63,315
Accrued payroll	11,579	24,924
Due to other funds	-	-
Current portion of compensated absences	1,290	6,992
Total current liabilities	112,212	95,231
Long-term liabilities:		
Compensated absences	11,609	62,924
Advance from other funds	-	-
Total long-term liabilities	11,609	62,924
Total liabilities	123,821	158,155
NET ASSETS		
Investment in capital assets, net of related debt	2,228,685	188,786
Restricted	-	-
Unrestricted	2,481,784	1,459,053
Total net assets	\$ 4,710,469	\$ 1,647,839

Post Retirement Medical

Miscellaneous	Police	Management	Loss Control	Total
\$ -	\$ -	\$ -	\$ 42,300	\$ 4,222,559
-	322	-	-	17,551
-	-	-	-	-
2,481,558	1,702,930	1,461,833	-	5,646,321
-	-	-	-	1,523
-	-	-	-	23,739
-	-	-	-	63
2,481,558	1,703,252	1,461,833	42,300	9,911,756
-	-	-	-	10,171,752
-	-	-	-	24,269
-	-	-	-	(7,778,550)
-	-	-	-	2,417,471
2,481,558	1,703,252	1,461,833	42,300	12,329,227
573	-	336	5,321	168,888
-	-	-	976	37,479
338	328	857	-	1,523
-	-	-	220	8,502
911	328	1,193	6,517	216,392
-	-	-	1,979	76,512
-	-	-	-	-
-	-	-	1,979	76,512
911	328	1,193	8,496	292,904
-	-	-	-	2,417,471
2,481,558	1,702,930	1,461,833	-	5,646,321
(911)	(6)	(1,193)	33,804	3,972,531
\$ 2,480,647	\$ 1,702,924	\$ 1,460,640	\$ 33,804	\$ 12,036,323

City of Antioch

Combining Statement of Revenues, Expenses and Changes in Net Assets

Internal Services Funds

For the Fiscal Year Ended June 30, 2008

	Vehicle Repair & Replacement	Office Equipment Replacement
OPERATING REVENUES:		
Charges for services	\$ 2,026,754	\$ 1,785,164
Other revenue	21,373	13,871
Total operating revenues	<u>2,048,127</u>	<u>1,799,035</u>
OPERATING EXPENSES:		
Wages and benefits	512,473	1,098,674
Contractual services	161,414	512,354
Tools and supplies	666,149	196,693
Depreciation	652,022	127,681
Repairs and maintenance	411,075	236,730
Total operating expenses	<u>2,403,133</u>	<u>2,172,132</u>
OPERATING INCOME (LOSS)	<u>(355,006)</u>	<u>(373,097)</u>
NONOPERATING REVENUES:		
Gain on sale of property	58,522	-
Investment income	159,390	100,622
Total nonoperating revenues	<u>217,912</u>	<u>100,622</u>
INCOME (LOSS) BEFORE CAPITAL CONTRIBUTIONS AND TRANSFERS	<u>(137,094)</u>	<u>(272,475)</u>
Transfers in	18,464	134,000
Transfers (out)	-	-
Net income (loss)	<u>(118,630)</u>	<u>(138,475)</u>
NET ASSETS:		
Beginning of year	4,829,099	1,786,314
End of year	<u>\$ 4,710,469</u>	<u>\$ 1,647,839</u>

Post Retirement Medical				
Miscellaneous	Police	Management	Loss Control	Total
\$ 551,840	\$ 361,054	\$ 545,441	\$ 1,104,626	\$ 6,374,879
-	-	-	-	35,244
551,840	361,054	545,441	1,104,626	6,410,123
211,242	159,569	412,005	108,074	2,502,037
844,526	583,726	506,335	928,081	3,536,436
-	-	-	5,096	867,938
-	-	-	-	779,703
-	-	-	503	648,308
1,055,768	743,295	918,340	1,041,754	8,334,422
(503,928)	(382,241)	(372,899)	62,872	(1,924,299)
-	-	-	-	58,522
144,624	99,685	84,519	1,403	590,243
144,624	99,685	84,519	1,403	648,765
(359,304)	(282,556)	(288,380)	64,275	(1,275,534)
-	-	35,476	-	187,940
(20,874)	(14,602)	-	-	(35,476)
(380,178)	(297,158)	(252,904)	64,275	(1,123,070)
2,860,825	2,000,082	1,713,544	(30,471)	13,159,393
\$ 2,480,647	\$ 1,702,924	\$ 1,460,640	\$ 33,804	\$ 12,036,323

City of Antioch
Combining Statement of Cash Flows
Internal Services Funds
For the Fiscal Year Ended June 30, 2008

	Vehicle Repair & Replacement	Office Equipment Replacement
CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash receipt from other funds	\$ 2,049,059	\$ 1,796,198
Cash payment to suppliers for goods and services	(1,200,213)	(905,334)
Cash payment to employees for services	(510,127)	(1,079,589)
Net cash provided by (used in) operating activities	338,719	(188,725)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:		
Interfund lending payment	-	-
Due to other funds	-	-
Transfers in	43,085	134,000
Transfers (out)	-	-
Net cash provided by (used in) noncapital financing activities	43,085	134,000
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:		
Capital asset additions	(643,455)	(72,623)
Proceeds from sale of capital assets	58,522	-
Net cash provided by (used in) capital and related financing activities	(584,933)	(72,623)
CASH FLOWS FROM INVESTING ACTIVITIES:		
Interest received (paid)	159,390	100,622
Net cash provided by (used in) investing activities	159,390	100,622
Net change in cash and cash equivalents	(43,739)	(26,726)
Cash and cash equivalents, beginning of year	2,616,610	1,634,114
Cash and cash equivalents, end of year	\$ 2,572,871	\$ 1,607,388
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:		
Operating income (loss)	\$ (355,006)	\$ (373,097)
Adjustments to reconcile operating income (loss) to cash flows from operating activities:		
Depreciation	652,022	127,681
Decrease (increase) in:		
Accounts receivable	932	(2,837)
Materials, parts, and supplies	(23,739)	-
OPEB asset	-	-
Prepaid items	-	(63)
Increase (decrease) in:		
Accounts payable	62,164	40,506
Accrued payroll	3,389	8,384
Accrued compensated absences	(1,043)	10,701
Net cash provided by (used in) operating activities	\$ 338,719	\$ (188,725)
SUPPLEMENTAL DISCLOSURE OF NONCASH CAPITAL AND RELATED FINANCING ACTIVITIES:		
Contributions of capital assets from (to) the general government	\$ -	\$ -
Total noncash capital and related financing activities	\$ -	\$ -

Post Retirement Medical				
Miscellaneous	Police	Management	Loss Control	Total
\$ (1,914,944)	\$ (1,333,146)	\$ (887,459)	\$ 1,104,626	\$ 814,334
(843,953)	(583,838)	(505,999)	(928,564)	(4,967,901)
(211,242)	(159,569)	(412,005)	(109,021)	(2,481,553)
(2,970,139)	(2,076,553)	(1,805,463)	67,041	(6,635,120)
-	-	-	(26,144)	(26,144)
338	328	857	-	1,523
-	-	35,476	-	212,561
(20,874)	(14,602)	-	-	(35,476)
(20,536)	(14,274)	36,333	(26,144)	152,464
-	-	-	-	(716,078)
-	-	-	-	58,522
-	-	-	-	(657,556)
144,624	99,685	84,519	1,403	590,243
144,624	99,685	84,519	1,403	590,243
(2,846,051)	(1,991,142)	(1,684,611)	42,300	(6,549,969)
2,846,051	1,991,142	1,684,611	-	10,772,528
\$ -	\$ -	\$ -	\$ 42,300	\$ 4,222,559
\$ (503,928)	\$ (382,241)	\$ (372,899)	\$ 62,872	\$ (1,924,299)
-	-	-	-	779,703
14,774	8,730	28,933	-	50,532
-	-	-	-	(23,739)
(2,481,558)	(1,702,930)	(1,461,833)	-	(5,646,321)
-	-	-	-	(63)
573	(112)	336	5,116	108,583
-	-	-	(1,223)	10,550
-	-	-	276	9,934
\$ (2,970,139)	\$ (2,076,553)	\$ (1,805,463)	\$ 67,041	\$ (6,635,120)
\$ -	\$ -	\$ -	\$ -	\$ -
\$ -	\$ -	\$ -	\$ -	\$ -

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AGENCY FUNDS

Agency Funds account for assets held by a governmental unit in the capacity of agent for individuals, governmental entities, and nonpublic organizations.

Employee Benefits

This fund serves as a clearing account for certain employee benefits. Funds come from payroll expenditures and are disbursed to the different employee benefit providers.

Special Deposits

This fund is used to account for construction and special project deposits.

Storm Drain Districts D55 and D56

The City collects storm drain fees from developers and builders. This fund accounts for all the fees collected and sent to the County on quarterly basis. The City receives an administrative fee equal to 0.5% of the total fees collected.

Refundable Cash Bond

The Engineering Department requires developers to post a bond for certain projects. This fund serves as a holding account for the bonds issued and deposited in a noninterest bearing checking account.

Assessment District Without City Commitment

These funds account for all money collected to pay for debt service of the various assessment districts for which the City acts as paying agent but has no legal commitment or obligation.

Fire Protection

The City has entered into an agreement with the Contra Costa Consolidated Fire District whereby the City collects fire protection facility fees from developers based on the number of units built. Fees are to provide fire protection facilities only.

Contra Costa Water District Capacity Charges

The Contra Costa Water District (CCWD) established a Facilities Reserve Charge that applies to CCWD's wholesale municipal customers, such as the City of Antioch. The charge is based on new and increased water meter installation permits. Amounts collected from these charges are sent to CCWD on a monthly basis.

East County Water Management Association

The Governing Board of the East County Water Management Association has authorized the City to account for the financial operations of the association. The City's Finance Director uses this fund to record collections and disbursements of funds as authorized by the Association.

City of Antioch
Combining Statement of Changes in Assets and Liabilities
Agency Funds
For the Fiscal Year Ended June 30, 2008

	Balance July 1, 2007	Additions	Deductions	Balance June 30, 2008
Employee Benefits				
Assets:				
Cash and investments	\$ 91,346	\$ 346,511	\$ (34,653)	\$ 403,204
Total assets	\$ 91,346	\$ 346,511	\$ (34,653)	\$ 403,204
Liabilities:				
Accounts payable	\$ 34,115	\$ 331,212	\$ (34,115)	\$ 331,212
Due to others	57,231	15,299	(538)	71,992
Total Liabilities	\$ 91,346	\$ 346,511	\$ (34,653)	\$ 403,204
Special Deposits				
Assets:				
Cash and investments	\$ 876,616	\$ 266,341	\$ (588,252)	\$ 554,705
Total assets	\$ 876,616	\$ 266,341	\$ (588,252)	\$ 554,705
Liabilities:				
Accounts payable	\$ 586,485	\$ -	\$ (586,485)	\$ -
Due to others	290,131	266,341	(1,767)	554,705
Total Liabilities	\$ 876,616	\$ 266,341	\$ (588,252)	\$ 554,705
Storm Drain Districts D55 & D56				
Assets:				
Cash and investments	\$ 87,590	\$ 5,604	\$ (86,973)	\$ 6,221
Liabilities:				
Accounts payable	\$ 86,973	\$ -	\$ (86,973)	\$ -
Due to others	617	5,604	-	6,221
Total Liabilities	\$ 87,590	\$ 5,604	\$ (86,973)	\$ 6,221
Refundable Cash Bond				
Assets:				
Cash and investments	\$ 740,929	\$ -	\$ (156,586)	\$ 584,343
Liabilities:				
Accounts payable	\$ 11,500	\$ -	\$ (11,500)	\$ -
Due to others	729,429	-	(145,086)	584,343
Total Liabilities	\$ 740,929	\$ -	\$ (156,586)	\$ 584,343

City of Antioch
Combining Statement of Changes in Assets and Liabilities
Agency Funds, Continued
For the Fiscal Year ended June 30, 2008

	Balance July 1, 2007	Additions	Deductions	Balance June 30, 2008
Assessment Districts Without City Commitment				
Assets:				
Cash and investments	\$ 244,388	\$ 978,126	\$ (146,653)	\$ 1,075,861
Assessment receivable	343,592	339,257	(343,592)	339,257
Interest receivable	203,378	121,153	(203,378)	121,153
Prepaid items	-	8,586	-	8,586
Restricted cash and investments	13,396,610	9,680,475	(11,101,757)	11,975,328
Total assets	\$ 14,187,968	\$ 11,127,597	\$ (11,795,380)	\$ 13,520,185
Liabilities:				
Due to others	\$ 14,187,968	\$ 11,127,597	\$ (11,795,380)	\$ 13,520,185
Fire Protection				
Assets:				
Cash and investments	\$ 1,061,649	\$ 223,052	\$ (1,204,256)	\$ 80,445
Liabilities:				
Due to others	\$ 1,061,649	\$ 223,052	\$ (1,204,256)	\$ 80,445
Total liabilities	\$ 1,061,649	\$ 223,052	\$ (1,204,256)	\$ 80,445
CCWD Capacity Charges				
Assets:				
Cash and investments	\$ 534,035	\$ 1,382,252	\$ (1,720,693)	\$ 195,594
Liabilities:				
Accounts payable	\$ 426,793	\$ -	\$ (426,793)	\$ -
Due to others	107,242	1,382,252	(1,293,900)	195,594
Total liabilities	\$ 534,035	\$ 1,382,252	\$ (1,720,693)	\$ 195,594
ECWMA				
Assets:				
Cash and investments	\$ 8,285	\$ 462	\$ (24)	\$ 8,723
Liabilities:				
Due to others	\$ 8,285	\$ 462	\$ (24)	\$ 8,723
Total - All Agency Funds				
Assets:				
Cash and investments	\$ 3,644,838	\$ 3,202,348	\$ (3,938,090)	\$ 2,909,096
Assessment receivable	343,592	339,257	(343,592)	339,257
Interest receivable	203,378	121,153	(203,378)	121,153
Prepaid items	-	8,586	-	8,586
Restricted cash and investments	13,396,610	9,680,475	(11,101,757)	11,975,328
Total assets	\$ 17,588,418	\$ 13,351,819	\$ (15,586,817)	\$ 15,353,420
Liabilities:				
Accounts payable	\$ 1,145,866	\$ 331,212	\$ (1,145,866)	\$ 331,212
Due to others	16,442,552	13,020,607	(14,440,951)	15,022,208
Total liabilities	\$ 17,588,418	\$ 13,351,819	\$ (15,586,817)	\$ 15,353,420

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STATISTICAL SECTION

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Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial report for the relevant year.

CITY OF ANTIOCH
Net Assets by Component
Last Seven Fiscal Years
(accrual basis of accounting)
(amounts expressed in thousands)

	Fiscal Year						
	2002	2003	2004	2005	2006	2007	2008
Governmental activities							
Invested in capital assets, net of related debt	\$12,210	\$259,028	\$260,336	\$257,475	\$257,715	\$266,225	\$280,385
Restricted	41,029	40,894	39,252	34,636	37,170	39,373	44,710
Unrestricted	20,901	19,068	18,500	38,648	43,967	40,466	27,922
Total governmental activities net assets	<u>\$74,140</u>	<u>\$318,990</u>	<u>\$318,088</u>	<u>\$330,759</u>	<u>\$338,852</u>	<u>\$346,064</u>	<u>\$353,017</u>
Business-type activities							
Invested in capital assets, net of related debt	\$89,004	\$98,252	\$108,023	\$119,887	\$125,699	\$144,521	\$149,526
Restricted	3,199	3,374	3,293	3,629	3,644	2,414	2,655
Unrestricted	37,331	37,088	34,568	32,526	32,791	22,087	21,210
Total business-type activities net assets	<u>\$129,534</u>	<u>\$138,714</u>	<u>\$145,884</u>	<u>\$156,042</u>	<u>\$162,134</u>	<u>\$169,022</u>	<u>\$173,391</u>
Primary government							
Invested in capital assets, net of related debt	\$101,214	\$357,280	\$368,359	\$377,362	\$383,414	\$410,746	\$429,911
Restricted	44,228	44,268	42,545	38,265	40,814	41,788	47,365
Unrestricted	58,232	56,156	53,068	71,174	76,758	62,553	49,132
Total primary government net assets	<u>\$203,674</u>	<u>\$457,704</u>	<u>\$463,972</u>	<u>\$486,801</u>	<u>\$500,986</u>	<u>\$515,087</u>	<u>\$526,408</u>

The City of Antioch implemented GASB 34 for the fiscal year ended June 30, 2002.

Source: City of Antioch Annual Financial Report

CITY OF ANTIOCH
Changes in Net Assets
Last Seven Fiscal Years
(accrual basis of accounting)
(amounts expressed in thousands)

	Fiscal Year						
	2002	2003	2004	2005	2006	2007	2008
Expenses							
Governmental activities:							
General government	\$4,264	\$5,711	\$6,032	\$7,510	\$6,560	\$9,038	\$8,926
Public works	5,864	11,909	19,232	15,349	14,254	15,109	15,764
Public safety	15,698	18,480	19,619	20,941	22,721	24,716	28,875
Parks and recreation	2,640	2,955	3,051	3,629	3,942	4,489	4,401
Community development	5,750	6,982	8,628	7,969	6,846	8,323	8,905
Interest on long-term liabilities	2,023	2,303	2,479	2,438	2,381	2,298	2,251
Total governmental activities	<u>36,239</u>	<u>48,340</u>	<u>59,041</u>	<u>57,836</u>	<u>56,704</u>	<u>63,973</u>	<u>69,122</u>
Business-type activities							
Water	17,063	17,459	17,698	18,043	17,827	20,415	23,087
Sewer	2,152	2,521	3,331	3,331	2,900	2,509	2,820
Marina	895	746	1,045	1,092	1,133	1,180	1,208
Prewett Water Park	1,501	1,592	1,575	1,708	1,845	1,922	2,089
Total business-type activities	<u>21,611</u>	<u>22,318</u>	<u>23,649</u>	<u>24,174</u>	<u>23,705</u>	<u>26,026</u>	<u>29,204</u>
Total primary government expenses	<u>57,850</u>	<u>70,658</u>	<u>82,690</u>	<u>82,010</u>	<u>80,409</u>	<u>89,999</u>	<u>98,326</u>
Program Revenues							
Governmental activities:							
Charges for services	7,033	6,509	7,495	9,108	8,732	11,542	10,898
Operating grants and contributions	7,159	7,653	8,646	5,706	5,609	7,303	7,772
Capital grants and contributions	1,714	4,404	5,119	19,409	4,088	2,974	7,856
Total governmental activities program revenues	<u>15,906</u>	<u>18,566</u>	<u>21,260</u>	<u>34,223</u>	<u>18,429</u>	<u>21,819</u>	<u>26,526</u>
Business-type activities:							
Fines, forfeitures and charges for services							
Water	18,918	18,857	20,508	19,018	19,364	20,906	20,842
Sewer	1,789	1,880	2,529	3,646	3,902	3,744	3,738
Marina	698	708	724	163	763	749	807
Prewett Water Park	720	718	668	703	825	812	835
Capital grants and contributions:							
Water	6,078	4,038	3,485	4,443	2,535	1,532	2,449
Sewer	3,746	4,192	3,537	6,105	2,394	2,276	2,714
Prewett	0	0	0	0	0	76	0
Total business-type activities program revenues	<u>31,949</u>	<u>30,393</u>	<u>31,451</u>	<u>34,078</u>	<u>29,783</u>	<u>30,095</u>	<u>31,385</u>
Total primary government program revenues	<u>47,855</u>	<u>48,959</u>	<u>52,711</u>	<u>68,301</u>	<u>48,212</u>	<u>51,914</u>	<u>57,911</u>
Net (expense)/revenue							
Governmental activities	(20,333)	(29,774)	(37,781)	(23,613)	(38,275)	(42,154)	(42,596)
Business-type activities	10,338	8,075	7,802	9,904	6,078	4,069	2,181
Total primary government net expense	<u>(9,995)</u>	<u>(21,699)</u>	<u>(29,979)</u>	<u>(13,709)</u>	<u>(32,197)</u>	<u>(38,085)</u>	<u>(40,415)</u>

CITY OF ANTIOCH
Changes in Net Assets
Last Seven Fiscal Years
(accrual basis of accounting)
(amounts expressed in thousands) - Continued

	Fiscal Year						
	2002	2003	2004	2005	2006	2007	2008
General Revenues and Other Changes							
In Net Assets							
Governmental activities:							
Taxes:							
Property taxes	11,013	11,624	12,759	14,074	15,912	18,284	18,576
Transient lodging tax	460	398	281	308	327	372	360
Franchise	2,008	1,928	2,024	2,055	2,410	2,889	3,595
Business license fees based on gross receipts	947	904	1,074	1,075	1,194	1,150	1,243
Property transfer taxes	628	638	697	989	875	508	333
Other	105	111	0	0	0	0	0
Sales and use tax	8,477	8,845	9,372	10,945	11,071	11,843	11,725
Motor vehicle in lieu	5,237	5,580	4,510	5,969	9,039	8,031	8,356
Park in lieu	1,100	612	145	682	586	283	148
Investment income not restricted	3,197	3,383	597	1,802	1,522	3,237	3,508
Donated capital assets	5,287	0	0	0	0	0	0
Other	538	529	4,519	1,224	3,187	2,344	2,391
Transfers	1,197	2,257	902	1,208	1,089	426	-687
Total government activities	<u>40,194</u>	<u>36,809</u>	<u>36,880</u>	<u>40,331</u>	<u>47,212</u>	<u>49,367</u>	<u>49,548</u>
Business-type activities:							
Investment income not restricted	1,427	1,676	269	1,404	815	1,590	1,305
Other	0	1,687	0	59	288	305	193
Transfers	-1,197	-2,257	-902	-1,208	-1,089	-426	687
Total business type activities	<u>230</u>	<u>1,106</u>	<u>-633</u>	<u>255</u>	<u>14</u>	<u>1,469</u>	<u>2,185</u>
Total primary government	<u>40,424</u>	<u>37,915</u>	<u>36,247</u>	<u>40,586</u>	<u>47,226</u>	<u>50,836</u>	<u>51,733</u>
Change in Net Assets							
Governmental activities	19,861	7,035	-901	16,718	8,937	7,213	6,953
Business-type activities	10,568	9,181	7,169	10,159	6,092	5,538	4,368
Total primary government	<u>\$30,429</u>	<u>\$16,216</u>	<u>\$6,268</u>	<u>\$26,877</u>	<u>\$15,029</u>	<u>\$12,751</u>	<u>\$11,321</u>

Source: City of Antioch Financial Report

CITY OF ANTIOCH
Fund Balances of Governmental Funds
Last Seven Fiscal Years
(modified accrual basis of accounting)
(amounts expressed in thousands)

	Fiscal Year						
	2002	2003	2004	2005	2006	2007	2008
General Fund							
Reserved	\$245	\$163	\$121	\$167	\$48	\$239	\$872
Unreserved	8,736	6,815	5,552	6,074	8,686	11,694	8,534
Total general fund	<u>\$8,981</u>	<u>\$6,978</u>	<u>\$5,673</u>	<u>\$6,241</u>	<u>\$8,734</u>	<u>\$11,933</u>	<u>\$9,406</u>
All other governmental funds							
Reserved	\$29,166	\$25,495	\$20,030	\$18,597	\$20,473	\$23,095	\$22,507
Unreserved, reported in:							
Special revenue funds	16,341	15,864	16,887	17,049	16,206	13,409	14,912
Capital projects funds	1,920	695	585	11,351	12,175	6,611	2,912
Total all other governmental funds	<u>\$47,427</u>	<u>\$42,054</u>	<u>\$37,502</u>	<u>\$46,997</u>	<u>\$48,854</u>	<u>\$43,115</u>	<u>\$40,331</u>

Source: City of Antioch Annual Financial Report

CITY OF ANTIOCH
Changes in Fund Balances of Governmental Funds
Last Seven Fiscal Years
(modified accrual basis of accounting)
(amounts expressed in thousands)

	Fiscal Year						
	2002	2003	2004	2005	2006	2007	2008
Revenues							
Taxes	\$31,027	\$32,187	\$33,061	\$37,293	\$42,675	\$44,917	\$45,979
Licenses and permits	2,628	1,554	1,450	1,763	1,684	1,463	1,400
Fines and penalties	426	357	358	392	376	301	214
Investment income and rentals	2,936	3,080	809	1,547	1,991	3,480	3,794
Revenue from other agencies	3,942	4,685	7,643	4,063	4,457	5,722	7,756
Current service charges	4,698	4,244	4,476	5,737	5,361	13,229	11,614
Special assessment revenue	2,631	1,718	1,917	2,379	2,699	2,845	2,802
Other	2,252	863	3,500	13,076	3,768	1,634	1,575
Total Revenues	50,540	48,688	53,214	66,250	63,011	73,591	75,134
Expenditures							
Current:							
General government	4,057	5,624	5,531	5,993	7,434	8,738	8,331
Public works	5,638	6,884	7,405	8,748	7,586	9,233	9,269
Public safety	15,514	17,592	19,484	20,209	22,413	26,159	29,629
Parks and recreation	2,542	2,711	2,752	3,251	3,560	4,365	4,076
Community development	9,453	8,363	8,980	8,939	8,902	10,557	11,390
Capital outlay	4,299	13,869	13,432	6,853	6,140	13,739	13,840
Debt service:							
Principal retirement	1,078	1,027	674	957	1,377	1,249	1,170
Interest	1,777	2,073	2,430	2,391	2,337	2,271	2,219
Fiscal charges	21	24	13	15	15	15	16
Refunding bond issuance costs	868	168	0	0	0	0	0
Payment to advance refunding escrow	266	0	0	0	0	0	0
Total Expenditures	45,513	58,335	60,701	57,356	59,764	76,326	79,940
Excess (deficiency) of revenues over (under) expenditures	5,027	-9,647	-7,487	8,894	3,247	-2,735	-4,806
Other financing sources (uses)							
Transfers in	10,880	12,331	17,066	10,653	10,573	12,208	13,212
Transfer out	-10,002	-10,278	-15,435	-9,483	-9,471	-12,011	-13,717
Proceeds of refunding bonds	16,535	14,375	0	0	0	0	0
Debt premium	127	153	0	0	0	0	0
Debt (discount)	-130	0	0	0	0	0	0
Payment to refunded bond escrow agent	-1,280	-14,311	0	0	0	0	0
Total other financing sources (uses)	16,130	2,270	1,631	1,170	1,102	197	-505
Net change in fund balances	\$21,157	-\$7,377	-\$5,856	\$10,064	\$4,349	-\$2,538	-\$5,311
Debt service as a percentage of non-capital expenditures	6.69%	7.49%	7.03%	7.09%	6.74%	5.65%	5.15%

Source: City of Antioch Annual Financial Report

CITY OF ANTIOCH
Governmental Activities Tax Revenues By Source
Last Ten Fiscal Years - General Fund
(modified accrual basis of accounting)
(amounts expressed in thousands)

Fiscal Year	Property Tax	Sales Tax	Motor Vehicle In Lieu Tax (VLF)	Gas Tax	Transient Lodging Tax	Franchise Taxes	Business License Tax	Property Transfer Tax	Total
1999	3,771	6,243	3,490	1,495	235	1,753	742	291	18,020
2000	4,407	7,372	3,966	1,524	264	1,613	801	384	20,331
2001	5,189	8,895	4,546	1,619	328	1,803	858	540	23,778
2002	5,597	8,966	5,237	1,768	322	2,008	947	628	25,473
2003	6,440	9,307	5,580	1,807	279	1,928	904	638	26,883
2004	7,190	9,862	4,510	1,854	197	2,024	1,074	697	27,408
2005	14,074	10,945	5,969	1,878	308	2,055	1,075	989	37,296
2006	15,912	11,071	9,039	1,848	327	2,410	1,194	875	42,679
2007	18,284	11,843	8,031	1,840	372	2,888	1,151	508	44,917
2008	18,577	11,725	8,355	1,790	360	3,596	1,243	333	45,979

(1) The increase in property taxes is due to increased assessed valuation for homes, as well as commercial and industrial property, new home sales and the effect of the State "triple flip".

(2) The increase in sales taxes is due to additional stores opening in the Slatten Ranch Regional Retail Center.

(3) The increase in VLF is due to the one-time motor vehicle license repayment from the State and increase in property taxes.

(4) The decrease in property transfer tax is due to the lower number of homes sold in the City.

Source: City of Antioch Annual Financial Report

CITY OF ANTIOCH
Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years
(in thousands of dollars)

Fiscal Year	Total Secured Tax Roll	Unsecured Tax Roll	Less Homeowners' Exemptions	Less Other Tax Exempt Property	Total Taxable Assessed Value	Less Redevelopment Assessed Valuation	Value of Taxable Property
1999	3,881,281	128,148	-121,417	-102,027	3,785,985	-432,188	3,353,797
2000	4,252,132	138,023	-124,323	-119,118	4,146,714	-443,540	3,703,174
2001	4,836,745	146,175	-128,407	-108,068	4,746,445	-476,584	4,269,861
2002	5,489,501	160,810	-133,452	-172,383	5,344,476	-514,504	4,829,972
2003	6,185,975	162,900	-138,412	-173,556	6,036,907	-498,164	5,538,743
2004	6,944,785	160,438	-141,982	-174,688	6,788,553	-526,264	6,262,289
2005	7,650,995	169,357	-140,839	-187,641	7,491,872	-537,174	6,954,698
2006	8,609,319	179,497	-137,104	-191,490	8,460,222	-601,289	7,858,933
2007	9,883,012	183,270	-131,886	-197,614	9,736,782	-654,506	9,082,276
2008	10,949,191	178,903	-128,392	-533,214	10,466,487	-704,753	9,761,734

NOTE: In 1978 the voters of the State of California passed Proposition 13 which limited property taxes to a total maximum rate of 1% based upon the assessed value of the property being taxed. Each year, the assessed value of property may be increased by an "inflation factor" (limited to a maximum increase of 2%). With few exceptions, property is only reassessed at the time that it is sold to a new owner. At that point, the new assessed value is reassessed at the purchase price of the property sold.

Source: Contra Costa County Certificate of Assessed Valuations

City of Antioch
Principal Property Taxpayers
FY 2007-08 Compared To FY 1998-99
(amounts expressed in thousands, except for Rank and Percentages)

2007-2008 Local Secured Assessed Valuation - \$10,299,665,203

Taxpayer	2008			1999		
	Total	Rank	Percentage of	Total	Rank	Percentage of
	Secured Assessed Value		Total Secured Assessed Value	Secured Assessed Value		Total Secured Assessed Value
DDR MDT MV Slatten Ranch	40,267,657	1	0.391%	-	-	0.000%
DDR MDT MV Antioch	15,646,858	1	0.152%	-	-	0.000%
GWF Power Systems Company	50,542,916	2	0.491%	\$36,739,489	1	0.998%
GWF Power Systems Limited Partnership	-	-	-	\$35,630,884	2	0.968%
Inland American & Stephens LLC	48,030,680	3	0.466%	-	-	0.000%
Camden Village	38,734,086	4	0.376%	-	-	0.000%
Fairfield Antioch LLC	36,727,296	5	0.357%	-	-	0.000%
Macerich Partnership	31,556,486	6	0.306%	18,029,161	5	0.490%
Kaiser Foundation Hospitals	28,733,456	7	0.279%	12,243,676	9	0.333%
Kaiser Foundation Health Plan	1,303,205	7	0.013%	23,915,280	3	0.650%
Georgia-Pacific Gypsum LLC	22,965,078	8	0.223%	-	-	0.000%
Delta Square - Oxford Ltd. Ptnr.	21,711,388	9	0.211%	12,450,000	8	0.338%
Lakeshore Antioch	17,422,516	10	0.169%	13,000,000	7	0.353%
Gaylord Container Corporation	-	-	-	21,124,868	4	0.574%
Owens-Brockway Glass Container	-	-	-	9,249,569	10	0.251%
Crossings Retail Center	-	-	-	13,855,174	6	0.376%
	<u>\$353,641,622</u>		<u>3.434%</u>	<u>\$196,238,101</u>		<u>5.331%</u>

The amounts shown above include assessed value data for both the City and the Antioch Development Agency

Source: County Assessor's Office via ParcelQuest

**CITY OF ANTIOCH
PROPERTY TAX RATES
LAST TEN FISCAL YEARS**

Fiscal Year	Basic County Wide Levy	City of Antioch	BART	Other	East Bay Regional Park	Community College 2002 Bonds	Community College 2006 Bonds	Total
1999	1.0000	-	0.0167	0.0092	-	-		1.0259
2000	1.0000	-	-	0.0088	-	-		1.0088
2001	1.0000	-	-	0.0065	-	-		1.0065
2002	1.0000	-	-	-	0.0072	-		1.0072
2003	1.0000	-	-	-	0.0065	0.0040		1.0105
2004	1.0000	-	-	-	0.0057	0.0038		1.0095
2005	1.0000	-	-	-	0.0057	0.0042		1.0099
2006	1.0000	-	0.0048	-	0.0057	0.0047		1.0152
2007	1.0000	-	0.0076	-	0.0080	0.0038	0.0070	1.0264
2008	1.0000		0.0076	-	0.0080	0.0038	0.0070	1.0264

Source: Contra Cost County Assessors Office

City of Antioch
Property Tax Levies and Collections (1)
Last Ten Fiscal Years
(in thousands of dollars)

<u>Fiscal Year</u>	<u>City Property Tax Levied and Collected</u>	<u>Development Agency Property Tax Levied and Collected</u>	<u>Total Tax Levied and Collected</u>	<u>Value of City Property Subject To Local Tax Rate</u>	<u>Value of Development Agency Property Subject to Local Tax Rate</u>	<u>Total Value of Property Subject To Local Tax Rate</u>
1999	15,999	4,549	20,548 ⁽²⁾	3,353,797	432,188	3,785,985
2000	15,699	4,615	20,314 ⁽³⁾	3,703,174	443,540	4,146,714
2001	16,389	4,994	21,383	4,269,864	476,584	4,746,448
2002	16,893	5,391	22,284	4,829,972	514,504	5,344,476
2003	17,615	5,157	22,772	5,538,741	498,164	6,036,905
2004	18,625	5,539	24,164	6,262,289	526,264	6,788,553
2005	19,088	5,750	24,838	6,954,698	537,174	7,491,872
2006	18,435	6,583	25,018	7,556,091	601,280	8,157,371
2007	21,028	7,015	28,043	9,082,277	654,506	9,736,783
2008	20,865	7,375	28,240	9,761,734	704,753	10,466,487

(1) Figures include data for property within the city, redevelopment project areas and for assessments.

(2) FY 1998-99 reduction due to many Street Lighting and Landscape Districts opting out of the tax roll.

(3) FY 1999-00 reduction due to the paying off of Assessment Districts 20 and 22.

NOTE: Taxes collected are the same as the amounts levied because Contra Costa County follows California's alternate method of apportionment (the Teeter Plan). Under the Teeter Plan, all amounts levied are apportioned to the County and other taxing agencies regardless of whether they are collected in the current year or not.

Source: Contra Costa County Assessed Valuation Report and Tax Reconciliation Sheet

City of Antioch
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years
(amounts expressed in thousands, except per capita amount)

Fiscal Year	Governmental Activities					Business-Type Activities			Total Primary Government	Per Capita
	Lease Revenue Bonds	Tax Allocation Bonds	Capital Leases	Special Assessment Debt	Other Loans	Water Bonds	Marina Loans	Capital Leases		
1999	15,690	17,900	3,244	210,000	33,611	16,925	6,586	-	303,956	3,707
2000	15,070	17,380	2,852	55,000	22,967	15,675	6,511	-	135,455	1,489
2001	14,420	16,535	2,453	-	-	14,370	6,258	-	54,036	581
2002	30,280	15,670	1,452	-	-	13,010	6,129	-	66,541	686
2003	30,415	15,430	1,160	-	-	11,840	4,349	-	63,194	638
2004	30,300	15,180	851	-	-	10,235	4,251	-	60,817	602
2005	30,160	14,690	524	-	-	8,535	4,150	-	58,059	575
2006	29,980	13,840	117	-	-	6,750	4,044	-	54,731	542
2007	29,770	12,955	-	-	-	4,900	3,932	-	51,557	510
2008	29,520	12,035	-	-	-	4,260	3,816	-	49,631	496

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

Source: City of Antioch Financial Report

City of Antioch
Ratios of General Bonded Debt Outstanding

The City of Antioch has not had any outstanding general obligation bond debt since 2001-02.

CITY OF ANTIOCH
Legal Debt Margin Information
Last Ten Fiscal Years
(amounts expressed in thousands)

	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
Debt limit	\$601,414	\$658,523	\$747,438	\$847,547	\$952,331	\$1,065,783	\$1,173,053	\$1,318,322	\$1,509,942	\$1,669,214
Total net debt applicable to limit	210,000	55,000	0	0	0	0	0	0	0	0
Legal debt margin	<u>\$391,414</u>	<u>\$603,523</u>	<u>\$747,438</u>	<u>\$847,547</u>	<u>\$952,331</u>	<u>\$1,065,783</u>	<u>\$1,173,053</u>	<u>\$1,318,322</u>	<u>\$1,509,942</u>	<u>\$1,669,214</u>
Total net debt applicable to the limit as a percentage of debt limit	53.65%	9.11%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

Legal Debt Margin Calculation for Fiscal Year 2008

The following numbers are not expressed in thousands:

Assessed value	\$10,466,487,174
Add back: exempt real property	<u>661,606,586</u>
Total assessed value	11,128,093,760

Debt limit (15% of total assessed value)	1,669,214,064
Debt applicable to limit:	
General obligation bonds	0
Less: Amount set aside for repayment of general obligation debt	<u>0</u>
Total net debt applicable to limit	<u>0</u>
Legal debt margin	<u>\$1,669,214,064</u>

Source: City of Antioch Finance Department and Contra Costa County Certificate of Assessed Valuations for fiscal year 2007-08.

Note: Beginning in Fiscal Year 2000-01, the City of Antioch did not have any general obligation debt.

However, under State finance law, the City of Antioch's outstanding general obligation debt should not exceed 15% of total assessed property value.
 By law, the general obligation debt subject to the limitation may be offset by amounts set aside for repaying general obligation bonds.

**City of Antioch
Pledged Revenue Coverage
Last Ten Fiscal Years**

Fiscal Year	Water Revenue Bonds (1) (in thousands)						Special Assessment Bonds		
	Gross Water	Less: Direct	Net Revenue	Debt Service		Debt	Special	Outstanding Balances	
	Charges And Other	Operating Expenses	Available for Debt Service	Principal	Interest	Service Coverage	Assessment Collections (2)	Hillcrest	Lone Diamond
1999	15,311	10,730	4,581	1,205	864	2.21%	12,089,736	16,945	93,195
2000	17,237	14,619	2,618	1,250	819	1.27%	11,357,636	15,295	87,255
2001	19,490	15,977	3,513	1,305	761	1.70%	11,363,094	13,180	83,225
2002	19,989	16,366	3,623	1,360	741	1.72%	14,510,963	11,545	78,835
2003	20,081	17,040	3,041	1,425	644	1.47%	11,017,332	9,105	72,555
2004	20,649	17,400	3,249	1,585	271	1.75%	10,080,827	6,675	68,680
2005	19,665	15,814	3,851	1,700	320	1.91%	11,860,106	5,030	64,115
2006	20,279	15,705	4,574	1,785	250	2.25%	8,015,198	3,410	59,935
2007	22,264	18,297	3,967	1,850	181	1.95%	7,546,480	1,708	51,020
2008	21,796	20,174	1,622	640	142	2.07%	7,550,756	-	46,795

(1) Details regarding the City of Antioch's outstanding debt can be found in the notes to the financial statements. Water Charges and Other includes investment earnings but not tap fees. Operating expenses do not include interest or depreciation.

(2) Special Assessment Debt without City Commitment: The City is the collecting and paying agent for other special assessment debt, but has no direct or contingent liability or moral obligation for the payment of this debt. Therefore, this debt is not included in the City's financial statements. Cash held by the City on behalf of these districts is recorded in the Agency Funds of the City.

Source: City of Antioch Financial Statements

CITY OF ANTIOCH
Direct and Overlapping Debt
June 30, 2008

2007-08 Assessed Valuation	\$10,594,879,657
Antioch Development Agency Incremental Valuation:	704,753,259
Adjusted Assessed Valuation:	<u>\$9,890,126,398</u>

JURISDICTION	Total Debt 6/30/2008	Percent Applicable (1)	City's Share of Debt 6/30/08
OVERLAPPING TAX AND ASSESSMENT DEBT:			
Bay Area Rapid Transit District	\$467,320,000	2.329%	\$10,883,883
Contra Costa Community College District	184,890,000	7.169%	13,254,764
Liberty Union High School District	60,512,658	2.636%	1,595,114
Brentwood Union School District	60,488,682	4.817%	2,913,740
City of Antioch 1915 Act Bonds	46,795,000	100.000%	46,795,000
East Bay Regional Park District	149,445,000	3.383%	5,055,724
Antioch Area Community Facilities District No. 1989-1	120,660,000	100.000%	<u>120,660,000</u>
Total Overlapping Tax and Assessment Debt			\$201,158,225
DIRECT AND OVERLAPPING GENERAL FUND DEBT:			
Contra Costa County General Fund Obligations	\$361,925,000	7.146%	\$25,863,161
Contra Costa County Pension Obligations	492,985,000	7.146%	35,228,708
Contra Costa County Board of Education Certificates of Participation	470,000	7.146%	33,586
Contra Costa Community College District Certificates of Participation	1,110,000	7.169%	79,576
Antioch Unified School District Certificates of Participation	23,485,000	92.738%	21,779,519
Liberty Union High School District Certificates of Participation	2,120,000	2.636%	55,883
Brentwood Union School District Certificates of Participation	3,820,000	4.817%	184,009
City of Antioch Certificates of Participation	29,520,000	100.000%	29,520,000
Contra Costa Fire Protection District Pension Obligations	126,150,000	15.828%	<u>19,967,022</u>
TOTAL DIRECT AND OVERLAPPING GENERAL FUND DEBT			\$132,711,465
COMBINED TOTAL DEBT			\$333,869,689 (2)

NOTES:

- (1) For debt repaid with property taxes, the percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of another governmental unit's taxable assessed value that is within the City's boundaries and dividing it by each unit's taxable assessed value. Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the City. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the City. This process recognizes that, when considering the City's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.
- (2) Excludes tax and revenue anticipation notes, enterprise revenue, mortgage revenue and tax allocation bonds and non-bonded capital lease obligations.

Ratios to 2007-08 Assessed Valuation:

Total Overlapping Tax and Assessment Debt: 1.90%

Ratios to Adjusted Assessed Valuation:

Combined Direct Debt (\$29,520,000): 0.30%

Combined Total Debt: 3.38%

Source: California Municipal Statistics, Inc.

**City of Antioch
Demographic and Economic Statistics
Last Ten Fiscal Years**

<u>Fiscal Year</u>	<u>City of Antioch Population(1)</u>	<u>Contra Costa County Population (1)</u>	<u>Personal Income (in thousands) (2)</u>	<u>Per Capita Personal Income (2)</u>	<u>Unemployment Rate (3)</u>
1999	82,268	924,427	37,126,251	39,623	4.1%
2000	91,243	955,279	42,417,859	44,479	4.2%
2001	93,161	964,579	43,472,330	44,509	4.5%
2002	96,626	980,870	43,304,580	43,813	6.7%
2003	99,065	992,652	44,177,166	44,192	6.8%
2004	101,097	1,003,802	47,335,930	46,211	6.2%
2005	100,913	1,018,994	49,475,309	48,618	5.3%
2006	100,163	1,030,732	51,614,688 *	50,076 *	5.3%
2007	100,150	1,042,341	53,754,067 *	51,571 *	5.3%
2008	100,361	1,051,674	55,893,446 *	52,730 *	7.6%

*Estimated

Data Sources:

(1) State Department of Finance

(2) U.S. Department of Commerce, Bureau of Economic Analysis (data shown is for Contra Costa County)

(3) State of California Employee Development Dept., Labor Market Info, Data Library

**City of Antioch
Principal Employers
Current Year and Five Years Ago**

Employer	2008		2003	
	Approx. Number of Employees¹	Percentage Of Total City Employment	Number of Employees	Percentage Of Total City Employment
Antioch Unified School District	2,500	5.03%	1,860	3.90%
Kaiser Permanente	1,820	3.66%	600	1.26%
Sutter Delta Medical Center	850	1.71%	700	1.47%
Contra Costa County Social Services	500	1.01%	360	0.75%
City of Antioch	360	0.72%	361	0.76%
Wal-Mart	300	0.60%	375	0.79%
Long's Drugs (corporate office)	260	0.52%	260	0.55%
Target	242	0.49%	-	0.00%
Antioch Auto Center	237	0.48%	-	0.00%
Costco	221	0.44%	175	0.37%
Mervyn's	-	-	240	0.50%
Tri Delta Transit	-	-	180	0.38%

¹ As of 1/1/2008 Source: City of Antioch Economic Development Department

City of Antioch
Operating Indicators by Function
Last Seven Fiscal Years

Function	Fiscal Year						
	2002	2003	2004	2005	2006	2007	2008
Police							
Physical arrests	4,996	4,732	5,166	4,872	4,983	6,471 (1)	6,734
Parking violations*	12,920	12,199	12,485	1,985	3,334	2,256 (1)	1,188
Traffic violations*	NA	NA	NA	7,440	8,749	4,703 (1)	7,049
Sworn Officers	105	113	114	114	118	125	126
Reserve Personnel	11	11	11	11	5	4	4
Support Personnel	45	45	47	47	55	58	58
Highways and streets							
Street resurfacing, sq ft	488,363	318,252	206,745	207,800	137,100	209,269	128,685
Potholes repaired	2,352	2,687	3,207	3,574	3,702	2,022	3,076
Culture and recreation							
Athletic sports complex admissions	NA	NA	25,610	27,775	29,831	32,693	31,429
Community center admissions							
Nick Rodriguez Community Center	NA	NA	1,004,823	960,717	946,667	819,324	558,624
Prewett Community Center	NA	NA	126,132	133,234	161,572	133,138	129,250
Water							
New connections	984	986	140	392	351	209	236
Water main breaks	7	2	3	2	13	25	18
Average daily consumption (thousands of gallons)	17,610	17,455	18,574	18,591	17,703***	18,473	19,519
Sewer**							
New connections	1,095	1,694	112	176	310	166	184

(1) Of the City's 5 Traffic Unit Officers, one Traffic Unit Officer was transferred to patrol in July 2006 and four were transferred to patrol in October 2006. Therefore, there was an increase in physical arrests and decreases in traffic and parking violations.

*Parking and Traffic violations were combined until 2004/05

**The City does not process daily sewage - it maintains the sewer line that connects to the main sewer. Delta Diablo Sanitation District is responsible for sewage treatment.

***Fiscal Year 2005/06 was a very wet year for the City of Antioch; therefore, less water was consumed.

Source: Various City Departments

CITY OF ANTIOCH
FULL TIME CITY EMPLOYEES
BY FUNCTION

Last Four Fiscal Years

<u>FUNCTION</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
General government	55	57	58	58
Public safety ¹				
Sworn Police Officers	114	118	125	126
Community Service Officers	18	18	20	20
Administrative Staff	36	37	38	38
Public works	34	34	38	38
Community Development	38	40	45	46
Recreation	18	18	18	18
Water	39	40	39	40
Wastewater	<u>7</u>	<u>9</u>	<u>12</u>	<u>15</u>
Total employees	<u>359</u>	<u>370</u>	<u>393</u>	<u>399</u>

¹ Fire services are provided by Contra Costa Fire Protection District

Source: City of Antioch 2007/08 budget

City of Antioch
Capital Asset Statistics by Function
Last Seven Fiscal Years

Function	Fiscal Year						
	2002	2003	2004	2005	2006	2007	2008
Public safety							
Police:							
Stations	1	1	1	1	1	1	1
Patrol Units	NA	NA	NA	NA	41	41	43
Fire Stations*	4	4	4	4	4	4	4
Highways and streets							
Streets (miles)	260.00	269.00	283.00	307.91	315.61	339.16	352.62
Streetlights	6,150	6,150	6,258	6,258	6,346	6,501	6,641
Traffic Signals, City Owned	NA	41	41	41	42	42	99
Culture and recreation							
Parks acreage	300	300	300	306	306	308	308
Parks	28	28	28	31	31	32	33
Swimming pools	7	7	7	7	7	7	7
Community centers	3	3	3	3	3	3	3
Water							
Water lines (miles)	245.04	253.01	259.99	272.24	278.80	285.35	292.05
Number of water meters	28,956	29,942	30,082	30,474	30,825	30,683	30,919
Maximum daily treatment capacity (millions of gallons)	29.63	29.39	29.99	30.73	31.55	31.55	30.02
Fire hydrants	3,020	3,124	3,199	3,231	3,401	3,443	3,443
Sewer**							
Sanitary sewer lines (miles)	212.51	220.20	226.75	238.77	248.82	250.87	255.70
Number of sewer connections	28,616	28,728	28,828	29,004	29,314	29,480	29,664
Storm drains (miles)	124.10	129.20	134.28	144.36	150.75	157.14	161.42

*The City of Antioch's fire protection is provided by the Contra Costa Fire Protection District

**The City does not process daily sewage - it maintains the sewer line that connects to the main sewer. Delta Diablo Sanitation District is responsible for sewage treatment.

Sources: Various City departments.

